


**STATE OF UTAH**  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT ☒**APPLICATION FOR PERMIT TO DRILL**

<b>2. TYPE OF WORK</b> DRILL NEW WELL <input checked="" type="checkbox"/> REENTER P&A WELL <input type="checkbox"/> DEEPEN WELL <input type="checkbox"/>				<b>1. WELL NAME and NUMBER</b> NBU 1022-27A		
<b>4. TYPE OF WELL</b> Gas Well Coalbed Methane Well: NO				<b>3. FIELD OR WILDCAT</b> NATURAL BUTTES		
<b>6. NAME OF OPERATOR</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.				<b>5. UNIT or COMMUNITIZATION AGREEMENT NAME</b> NATURAL BUTTES		
<b>8. ADDRESS OF OPERATOR</b> P.O. Box 173779, Denver, CO, 80217				<b>7. OPERATOR PHONE</b> 720 929-6587		
<b>10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE)</b> UTU-0473		<b>11. MINERAL OWNERSHIP</b> FEDERAL <input checked="" type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>		<b>9. OPERATOR E-MAIL</b> mary.mondragon@anadarko.com		
<b>13. NAME OF SURFACE OWNER (if box 12 = 'fee')</b>				<b>12. SURFACE OWNERSHIP</b> FEDERAL <input checked="" type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>		
<b>15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee')</b>				<b>14. SURFACE OWNER PHONE (if box 12 = 'fee')</b>		
<b>17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')</b>				<b>16. SURFACE OWNER E-MAIL (if box 12 = 'fee')</b>		
<b>18. INTEND TO COMMINGLE PRODUCTION FROM MULTIPLE FORMATIONS</b> YES <input type="checkbox"/> (Submit Commingling Application) NO <input checked="" type="checkbox"/>		<b>19. SLANT</b> VERTICAL <input checked="" type="checkbox"/> DIRECTIONAL <input type="checkbox"/> HORIZONTAL <input type="checkbox"/>				
<b>20. LOCATION OF WELL</b>	<b>FOOTAGES</b>	<b>QTR-QTR</b>	<b>SECTION</b>	<b>TOWNSHIP</b>	<b>RANGE</b>	<b>MERIDIAN</b>
<b>LOCATION AT SURFACE</b>	1058 FNL 413 FEL	NENE	27	10.0 S	22.0 E	S
<b>Top of Uppermost Producing Zone</b>	1058 FNL 413 FEL	NENE	27	10.0 S	22.0 E	S
<b>At Total Depth</b>	1058 FNL 413 FEL	NENE	27	10.0 S	22.0 E	S
<b>21. COUNTY</b> UINTAH		<b>22. DISTANCE TO NEAREST LEASE LINE (Feet)</b> 413		<b>23. NUMBER OF ACRES IN DRILLING UNIT</b> 640		
		<b>25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed)</b> 1000		<b>26. PROPOSED DEPTH</b> MD: 8300 TVD:		
<b>27. ELEVATION - GROUND LEVEL</b> 5437		<b>28. BOND NUMBER</b> WYB000291		<b>29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE</b> Water permit # 43-8496		

**ATTACHMENTS****VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES**

<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER	<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN
<input type="checkbox"/> AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)	<input type="checkbox"/> FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER
<input type="checkbox"/> DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)	<input checked="" type="checkbox"/> TOPOGRAPHICAL MAP
<b>NAME</b> Kevin McIntyre	<b>TITLE</b> Regulatory Analyst I
<b>SIGNATURE</b>	<b>PHONE</b> 720 929-6226
<b>API NUMBER ASSIGNED</b> 43047500980000	<b>DATE</b> 09/03/2008
<b>APPROVAL</b>	<b>EMAIL</b> Kevin.McIntyre@anadarko.com
 Permit Manager	

Proposed Hole, Casing, and Cement						
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)		
Surf	12.25	9.625	0	1850		
Pipe	Grade	Length	Weight			
	Grade J-55 LT&C	1850	36.0			
	Cement Interval	Top (MD)	Bottom (MD)			
		0	1850			
		Cement Description	Class	Sacks	Yield	Weight
			Premium Foamed Cement	215	1.18	15.6

Proposed Hole, Casing, and Cement						
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)		
Prod	7.875	4.5	0	8300		
Pipe	Grade	Length	Weight			
	Grade I-80 LT&C	8300	11.6			
	Cement Interval	Top (MD)	Bottom (MD)			
		0	8300			
		Cement Description	Class	Sacks	Yield	Weight
			Premium Lite High Strength	380	3.38	11.0
			Pozzuolanic Cement	1340	1.31	14.3



## KERR-McGEE OIL &amp; GAS ONSHORE LP

DRILLING PROGRAM

COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP	DATE	August 23, 2008	
WELL NAME	NBU 1022-27A	TD	8,300'	MD/TVD
FIELD	Natural Buttes	COUNTY	Uintah	STATE Utah
		ELEVATION	5,437' GL	KB 5,452'
SURFACE LOCATION	NENE 1058' FNL & 413' FEL, SEC.27, T10S, R22E			BHL Straight Hole
	Latitude: 39.924208	Longitude: -109.417319	NAD 27	
OBJECTIVE ZONE(S)	Wasatch/Mesaverde			
ADDITIONAL INFO	Regulatory Agencies: BLM (MINERALS and SURFACE), UDOGM, Tri-County Health Dept.			

GEOLOGICAL FORMATION			MECHANICAL		
LOGS	TOPS	DEPTH	HOLE SIZE	CASING SIZE	MUD WEIGHT
		40'		14"	
			12-1/4"	9-5/8", 36#, J-55, LTC	Air mist
Catch water sample, if possible, from 0 to 4,000'  Green River @ 0,966' Top of Birds Nest Water @ 1308' Mahogany @ 1,732' Preset # GL @ 1,850' MD					
Note: 12.25" surface hole will usually be drilled $\pm 400'$ below the bottom of lost circulation zone. Drilled depth may be $\pm 200'$ of the estimated set depth depending on the actual depth of the loss zone.					
Mud logging program TBD Open hole logging program f/ TD - surf csg					
	Wasatch @	4,000'	7-7/8"	4-1/2", 11.6#, I-80 or equivalent LTC casing	Water/Fresh Water Mud 8.3-10.0 ppg
	Mverde @	6,281'			
	MVU2 @	7,130'			
	MVL1 @	7,779'			
	TD @	8,300'			Max anticipated Mud required 11.5 ppg





**KerrMcGee****KERR-McGEE OIL & GAS ONSHORE LP**  
**DRILLING PROGRAM****CASING PROGRAM**

	SIZE	INTERVAL	WT.	GR.	CPLG.	DESIGN FACTORS		
						BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'				3520	2020	453000
SURFACE	9-5/8"	0 to 1850	36.00	J-55	LTC	1.12	2.33	8.66
						7780	6350	201000
PRODUCTION	4-1/2"	0 to 8300	11.60	I-80	LTC	2.48	1.28	2.39

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))  
 2) MASP (Prod Casing) = Pore Pressure at TD - (.22 psi/ft-partial evac gradient x TD)  
 (Burst Assumptions: TD = 11.5 ppg) .22 psi/ft = gradient for partially evac wellbore  
 (Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)  
 MASP 3569 psi

**CEMENT PROGRAM**

		FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele				
	TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
			+ 2% CaCl + .25 pps flocele				
	TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE			NOTE: If well will circulate water to surface, option 2 will be utilized				
Option 2	LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
			+ .25 pps Flocele + 3% salt BWOC				
	TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
			+ .25 pps flocele				
	TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION	LEAD	3,500'	Premium Lite II + 3% KCl + 0.25 pps celloflake + 5 pps gilsonite + 10% gel + 0.5% extender	380	60%	11.00	3.38
	TAIL	4,800'	50/50 Poz/G + 10% salt + 2% gel + .1% R-3	1340	60%	14.30	1.31

\*Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

\*Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

**FLOAT EQUIPMENT & CENTRALIZERS**

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.

**ADDITIONAL INFORMATION**

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &amp; tour sheet. Function test rams on each trip. Maintain safety valve &amp; inside BOP on rig floor at all times. Kelly to be equipped with upper &amp; lower kelly valves.

Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.

Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utilized.

DRILLING ENGINEER:

Brad Laney

DATE:

DRILLING SUPERINTENDENT:

Randy Bayne NBU 1022-27A.xls

DATE:

**NBU 1022-27A  
NENE Sec. 27, T10S, R22E  
UINTAH COUNTY, UTAH  
UTU-0473**

**ONSHORE ORDER NO. 1**

***DRILLING PROGRAM***

**1. Estimated Tops of Important Geologic Markers:**

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	966'
Bird's Nest	1308'
Mahogany	1732'
Wasatch	4000'
Mesaverde	6281'
MVU2	7130'
MVL1	7779'
TD	8300'

**2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:**

<u>Substance</u>	<u>Formation</u>	<u>Depth</u>
	Green River	966'
	Bird's Nest	1308'
	Mahogany	1732'
Gas	Wasatch	4000'
Gas	Mesaverde	6281'
Gas	MVU2	7130'
Gas	MVL1	7779'
Water	N/A	
Other Minerals	N/A	

**3. Pressure Control Equipment (Schematic Attached)**

*Please see the Natural Buttes Unit Standard Operating Procedure (SOP).*

**4. Proposed Casing & Cementing Program:**

*Please see the Natural Buttes Unit SOP.*

**5. Drilling Fluids Program:**

*Please see the Natural Buttes Unit SOP.*

**6. Evaluation Program:**

*Please see the Natural Buttes Unit SOP.*

7. **Abnormal Conditions:**

Maximum anticipated bottomhole pressure calculated at 8300' TD, approximately equals 5395 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3569 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. **Anticipated Starting Dates:**

*Drilling is planned to commence immediately upon approval of this application.*

9. **Variances:**

*Please see Natural Buttes Unit SOP Onshore Order #2 – Air Drilling Variance  
Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2*

- *Blowout Prevention Equipment (BOPE) requirements;*
- *Mud program requirements; and*
- *Special drilling operation (surface equipment placement) requirements associated with air drilling.*

*This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.*

*The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.*

*More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.*

*Background*

*In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet.*

*The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.*

*Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.*

*The air rig is then mobilized to drill the surface casing hole by drilling a 12-1/4 inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped*

and replaced with a 12-1/4 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 9-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

#### *Variance for BOPE Requirements*

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

#### *Variance for Mud Material Requirements*

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

#### *Variance for Special Drilling Operation (surface equipment placement) Requirements*

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling

*operation does not encounter productive formations.*

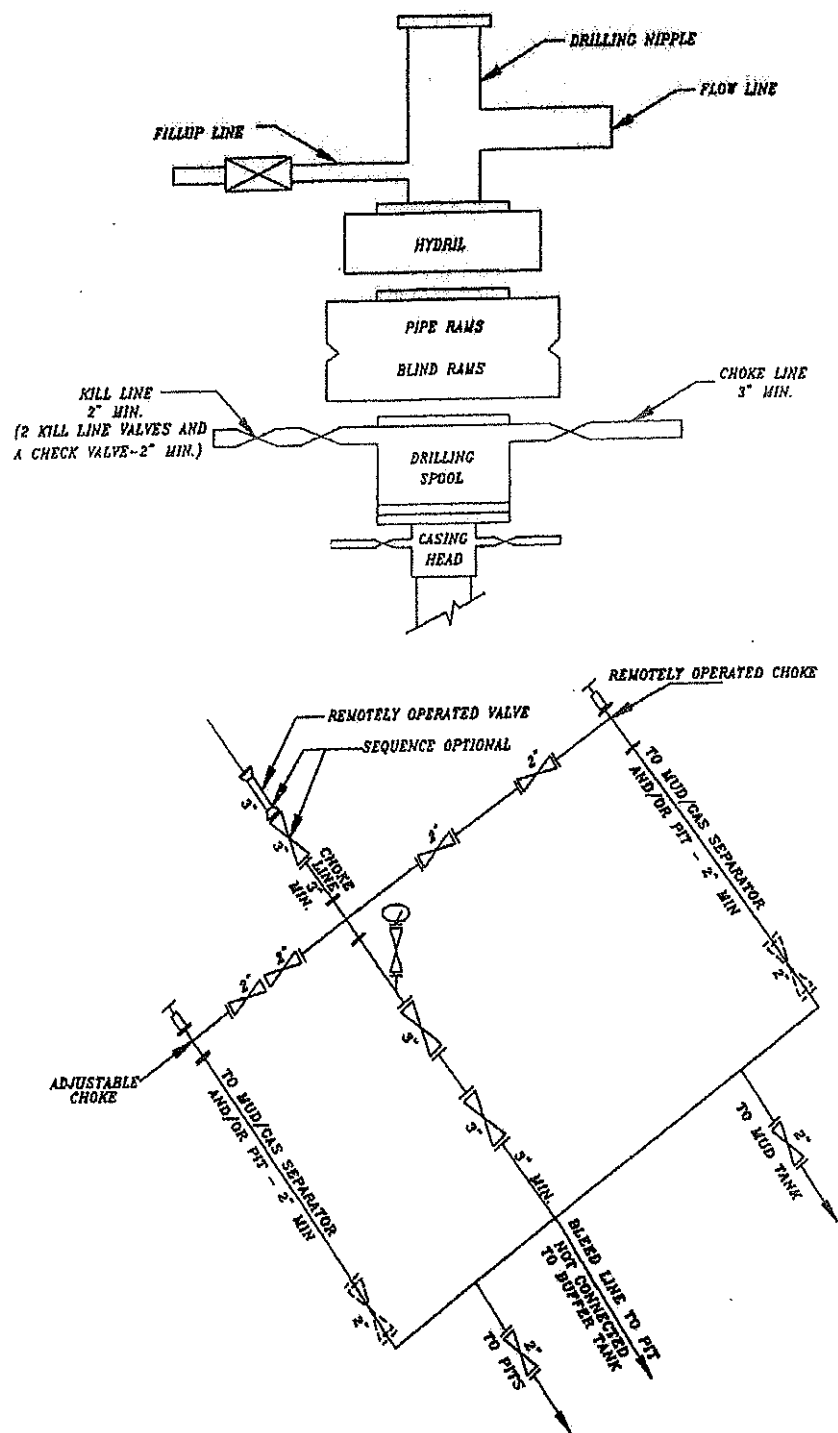
*Conclusion*

*The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above..*

**10. Other Information:**

*Please see Natural Buttes Unit SOP.*

## EXHIBIT A



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK

**NBU 1022-27A  
NENE Sec. 27, T10S, R22E  
UINTAH COUNTY, UTAH  
UTU-0473**

**ONSHORE ORDER NO. 1**

***MULTI-POINT SURFACE USE & OPERATIONS PLAN***

**1. Existing Roads:**

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

**2. Planned Access Roads:**

Approximately 0.2 mi. +/- of new access road is proposed. Refer to Topo Map B.

*Existence of pipelines; maximum grade; turnouts; major cut and fills, culverts, or bridges; gates, cattle guards, fence cuts, or modifications to existing facilities were determined at the on-site.*

The access road was centerline flagged during time of staking.

*Please see the Natural Buttes Unit Standard Operating Procedure (SOP).*

**3. Location of Existing Wells Within a 1-Mile Radius:**

Please refer to Topo Map C.

**4. Location of Existing & Proposed Facilities:**

*Please see the Natural Buttes Unit SOP.*

Refer to Topo Map D for the location of the proposed pipelines.

**A 552' rights-of-way will be required. Approximately 552' of 4" steel pipeline is proposed from the location to the tie-in point in Section 26, T10S, R22E. Please refer to the Topo Map D. The pipeline will be constructed utilizing existing rights were possible and pulled into place using a rubber tired tractor. The pipeline will be butt-welded together.**

**Variances to Best Management Practices (BMPs) Requested:**

Approximately 552' of 4" steel pipeline will be installed on surface within the access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

**Interim Surface Reclamation Plan:**

This exception is requested due to the current twin and multi-well program. If determined that this well will not be a candidate for either twinning &/or multi-well the operator shall spread the topsoil pile on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The operator will reseed the area using the BLM recommended seed mixture and reclamation methods.

**5. Location and Type of Water Supply:**

*Please see the Natural Buttes SOP.*

**6. Source of Construction Materials:**

*Please see the Natural Buttes SOP.*

**7. Methods of Handling Waste Materials:**

*Please see the Natural Buttes SOP.*

A plastic reinforced liner is to be used as discussed during on-site inspection. It will be a minimum of **40 mil doublefelt**, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E, Pipeline Facility Sec. 36, T9S, R20E, Goat Pasture Evaporation Pond SW/4 Sec. 16, T10S, R22E, Bonanza Evaporation Pond Sec. 2, T10S, R23E (*Request is in lieu of filing Form 3160-5, after initial production*).

**8. Ancillary Facilities:**

*Please see the Natural Buttes SOP.*



9. **Well Site Layout:** (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be re-surveyed and a form 3160-5 will be submitted.

10. **Plans for Reclamation of the Surface:**

*Please see the Natural Buttes SOP.*

upon reclamation of the pit the following seed mixture will be used. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

Shadscale	8 lbs.
Black Sagebrush	8 lbs.
Needle and Thread Grass	4 lbs.
Indian Ricegrass	4 lbs.
Galleta Grass	4 lbs.

Operator shall call the BLM for the seed mixture when final reclamation occurs.

11. **Surface/Mineral Ownership:**

United States of America  
Bureau of Land Management  
170 South 500 East  
Vernal, UT 84078  
(435)781-4400

12. **Stipulations/Notices/Mitigation:**

Low profile tanks will be required (shadow gray color).

Proximity to creeks, ponds, or lakes: Bitter Creek.

13. **Other Information:**

A Class III archaeological survey and a paleontological survey have been performed and will be submitted.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within the boundaries of the Unit.

13. **Lessee's or Operator's Representative & Certification:**

Kevin McIntyre  
Regulatory Analyst I  
Kerr-McGee Oil & Gas Onshore LP  
P.O. Box 173779  
Denver, CO 80217-3779  
(720) 929-6226

Randy Bayne  
Drilling Manager  
Kerr-McGee Oil & Gas Onshore LP  
1368 South 1200 East  
Vernal, UT 84078  
(435) 781-7018

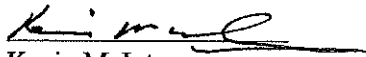
Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Bureau of Land Management Nationwide Bond #WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

  
Kevin McIntyre

8/23/2008

Date

## Kerr-McGee Oil & Gas Onshore LP

NBU #1022-27A

SECTION 27, T10S, R22E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 11.2 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 9.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 1.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN LEFT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 1.8 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY, THEN EASTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 1.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTH; TURN LEFT AND PROCEED IN A NORTHERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY DIRECTION APPROXIMATELY 0.6 MILES TO THE BEGINNING OF THE PROPOSED ACCESS FOR THE #1022-26D TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 180' TO THE PROPOSED #1022-26D AND THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 57.1 MILES.



# Kerr-McGee Oil & Gas Onshore LP

**NBU #1022-27A**

LOCATED IN UTAH COUNTY, UTAH  
SECTION 27, T10S, R22E, S1L.B.&M.

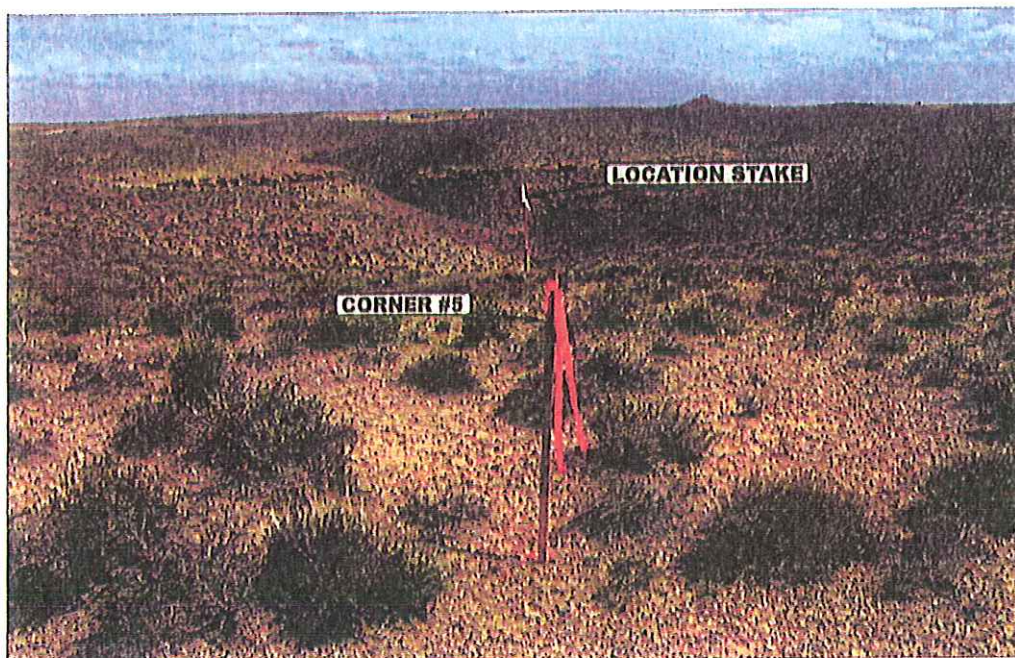


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHWESTERLY



Uintah Engineering & Land Surveying  
85 South 200 East Vernal, Utah 84078  
435-789-1017 uels@uelsinc.com

## LOCATION PHOTOS

**05 01 07**  
MONTH DAY YEAR

PHOTO

TAKEN BY: L.K. DRAWN BY: C.P. REVISED: 00-00-00

T10S, R22E, S.L.B.&M.

# Kerr-McGee Oil & Gas Onshore LP

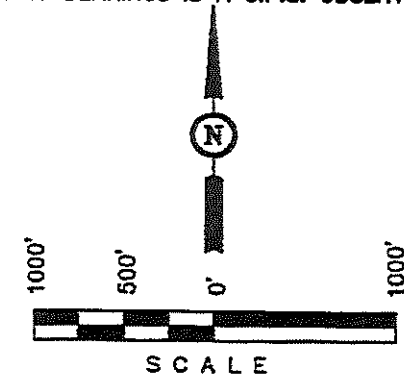
Well location, NBU #1022-27A, located as shown in the NE 1/4 NE 1/4 of Section 27, T10S, R22E, S.L.B.&M., Uintah County, Utah.

## BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE QUADRANGLE, UTAH, UTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.

## BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.

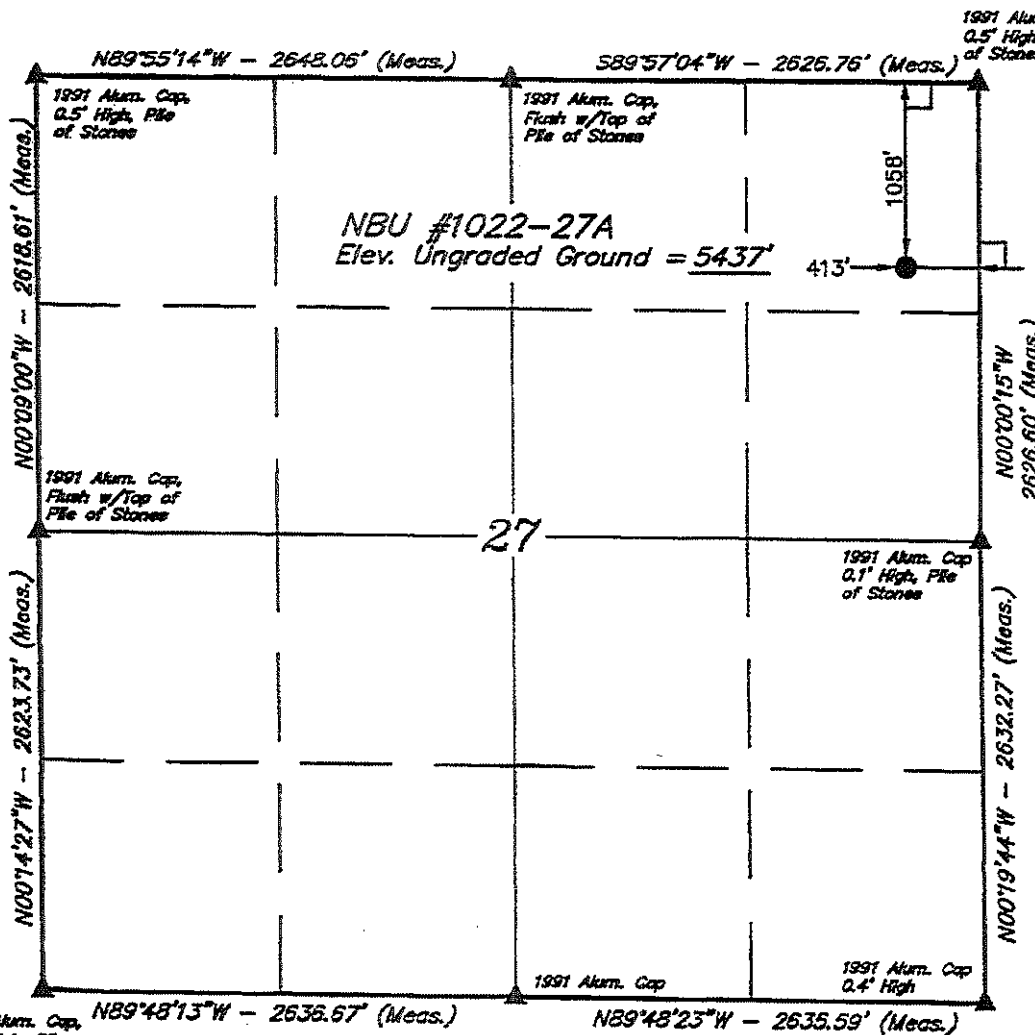


THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEY MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



UINTAH ENGINEERING & LAND SURVEYING  
85 SOUTH 200 EAST - VERNAL, UTAH 84078  
(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 04-30-07	DATE DRAWN: 05-03-07
PARTY L.K. J.A. C.H.	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE Kerr-McGee Oil & Gas Onshore LP	

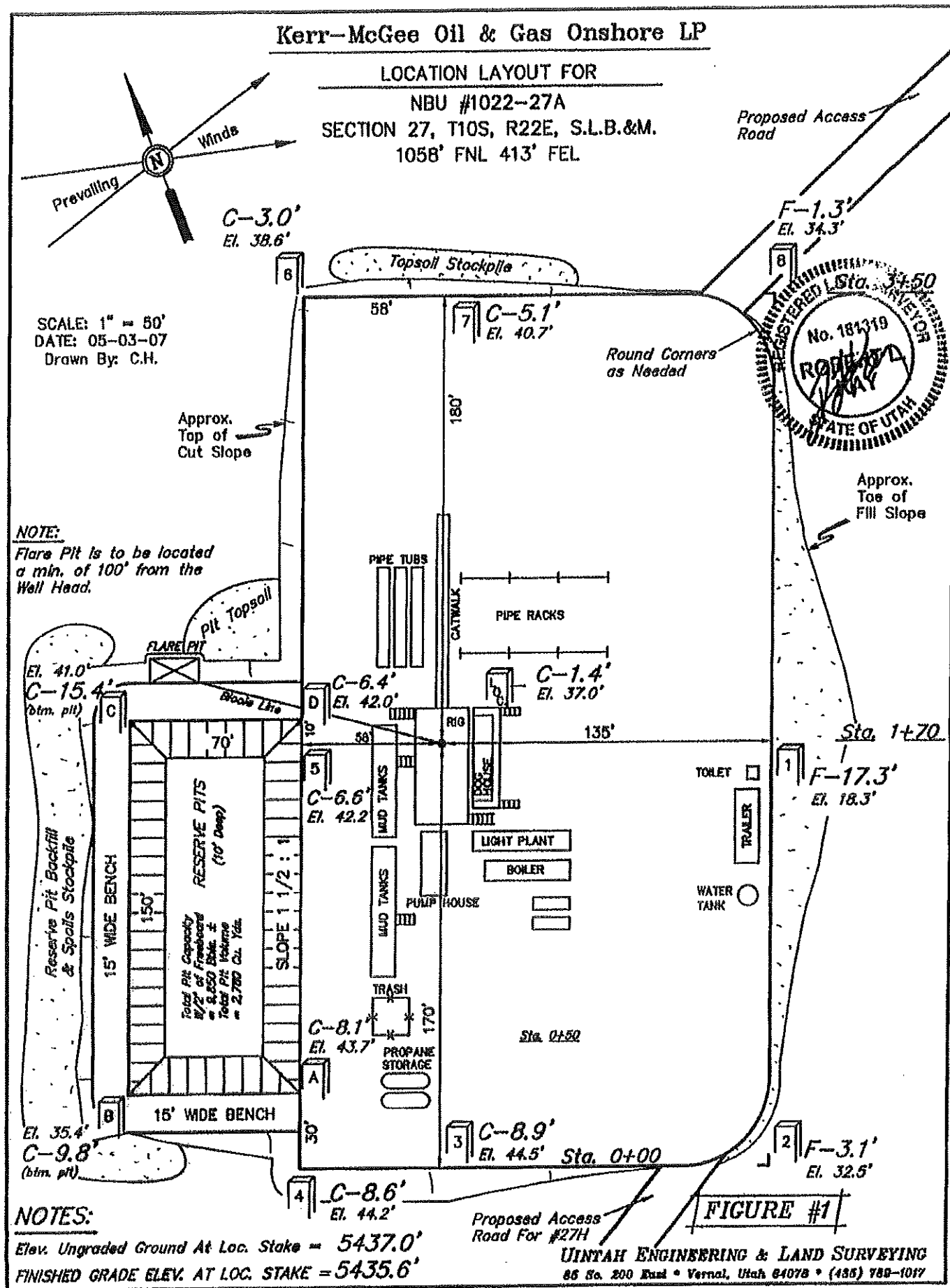


## LEGEND:

- └─ = 90° SYMBOL
- = PROPOSED WELL HEAD.
- ▲ = SECTION CORNERS LOCATED.

(NAD 83)  
LATITUDE = 39°55'27.03" (39.924175)  
LONGITUDE = 109°25'04.80" (109.418000)  
(NAD 27)  
LATITUDE = 39°55'27.15" (39.924208)  
LONGITUDE = 109°25'02.35" (109.417319)





## Kerr-McGee Oil &amp; Gas Onshore LP

## TYPICAL CROSS SECTIONS FOR

NBU #1022-27A

SECTION 27, T10S, R22E, S.L.B.&amp;M.

1058' FNL 413' FEL

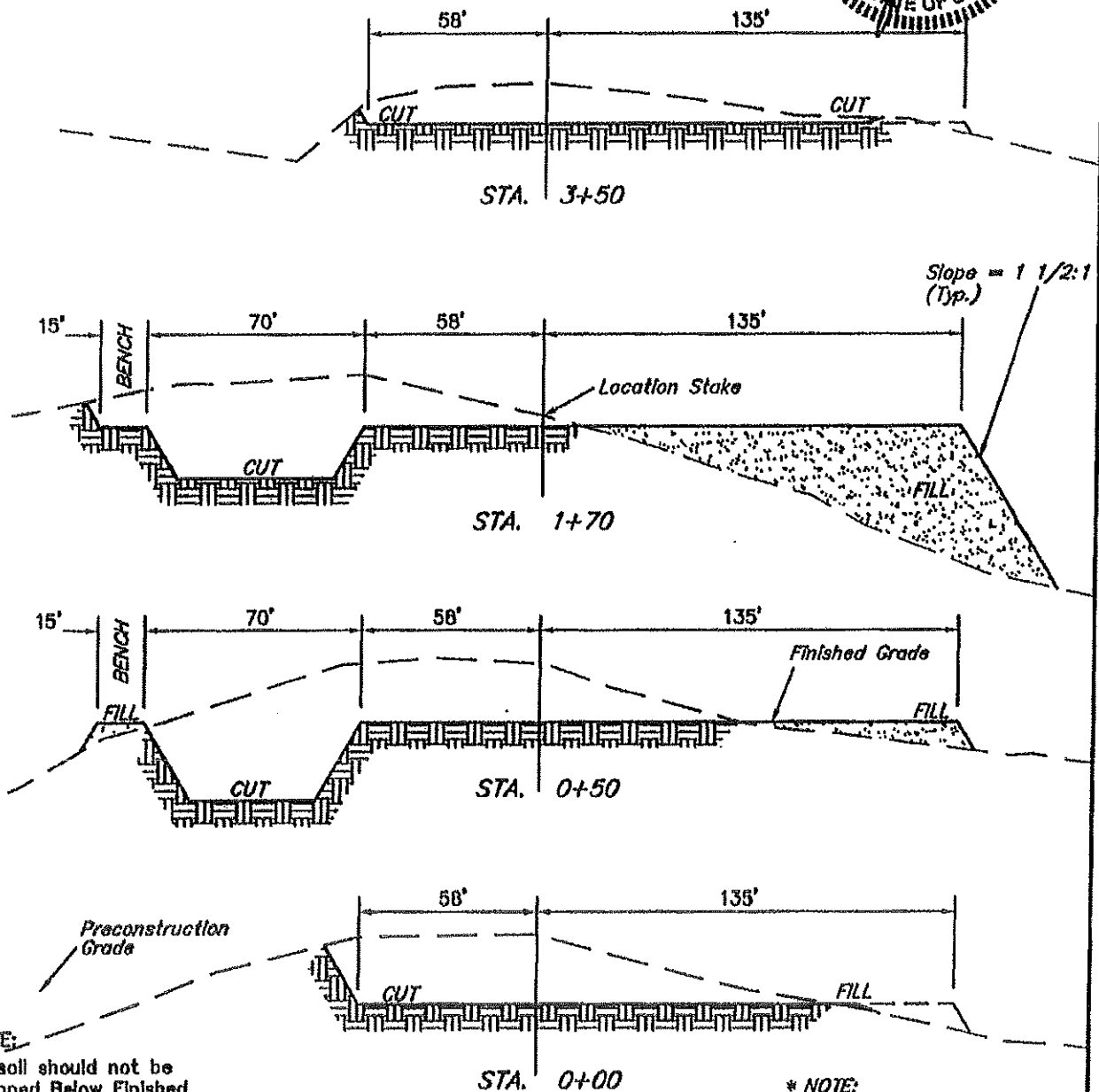
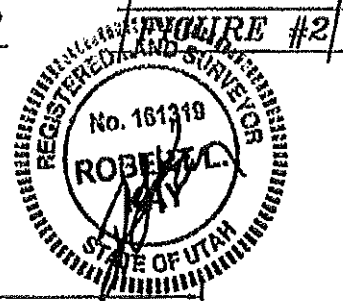
1" = 20'

X-Section  
Scale

1" = 50'

DATE: 05-03-07

Drawn By: C.H.



## NOTE:

Topsail should not be  
Stripped Below Finished  
Grade on Substructure Area.

## \* NOTE:

FILL QUANTITY INCLUDES  
5% FOR COMPACTION

## APPROXIMATE YARDAGES

## CUT

(6") Topsail Stripping = 1,780 Cu. Yds.

Remaining Location = 10,810 Cu. Yds.

TOTAL CUT = 12,590 CU.YDS.

FILL = 7,740 CU.YDS.

EXCESS MATERIAL = 4,850 Cu. Yds.

Topsail & Pit Backfill  
(1/2 Pit Vol.) = 3,170 Cu. Yds.EXCESS UNBALANCE = 1,680 Cu. Yds.  
(After Interim Rehabilitation)

UINTAH ENGINEERING &amp; LAND SURVEYING

85 So. 200 East • Vernal, Utah 84078 • (435) 788-1017

# Kerr-McGee Oil & Gas Onshore LP

**NBU #1022-27A**

**PIPELINE ALIGNMENT**

**LOCATED IN UTAH COUNTY, UTAH**

**SECTION 27, T10S, R22E, S.L.B.&M.**



**PHOTO: VIEW OF TIE-IN POINT**

**CAMERA ANGLE: SOUTHWESTERLY**



**PHOTO: VIEW OF PIPELINE ALIGNMENT**

**CAMERA ANGLE: SOUTHWESTERLY**



**U  
E  
S**

**Uintah Engineering & Land Surveying**

85 South 200 East Vernal, Utah 84078  
435-789-1017 uels@uelsinc.com

- Since 1964 -

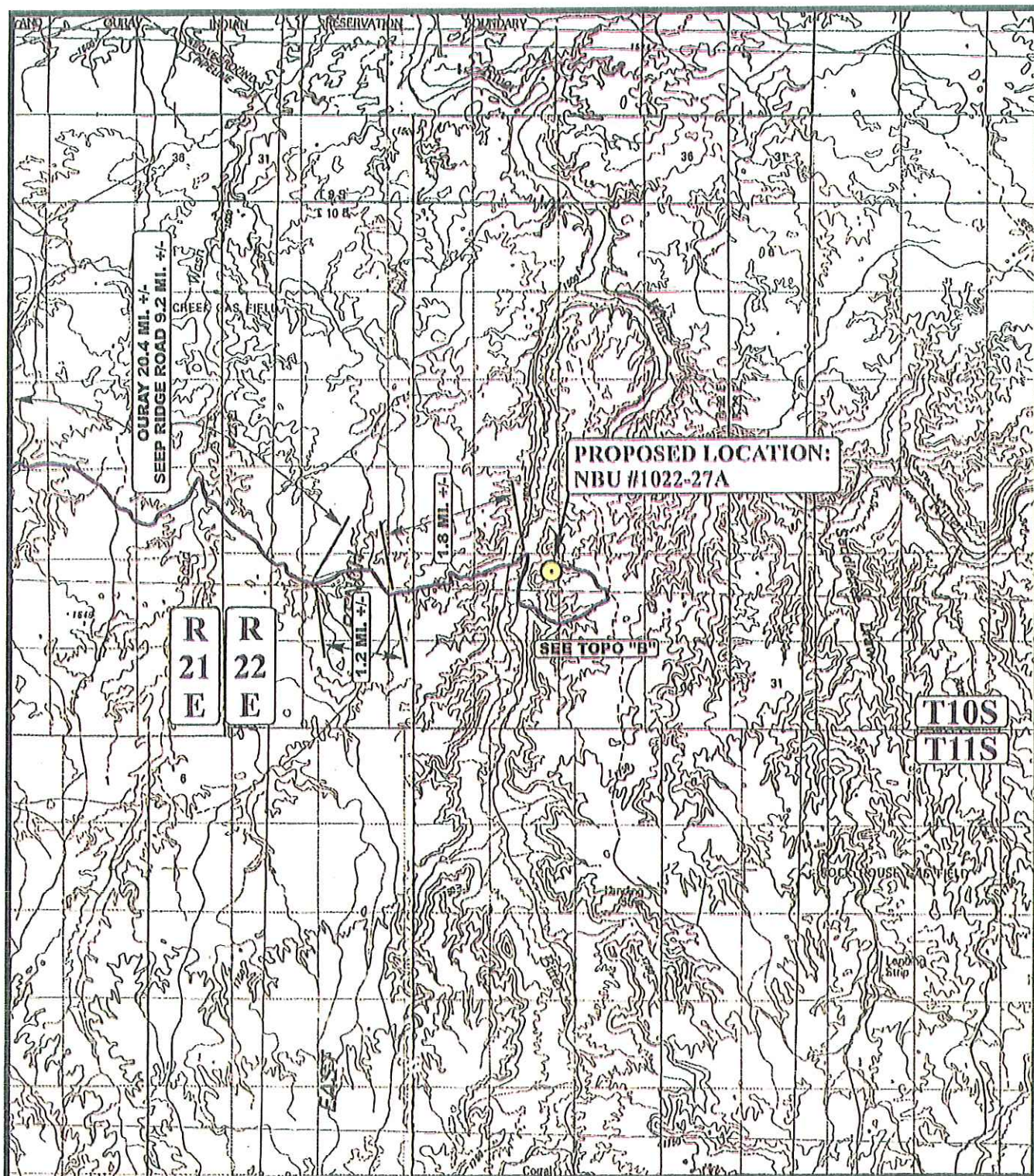
**PIPELINE PHOTOS**

**05 01 07**  
MONTH DAY YEAR

**PHOTO**

TAKEN BY: L.K. DRAWN BY: C.P. REVISED: 00-00-00



**LEGEND:**

● PROPOSED LOCATION

**Kerr-McGee Oil & Gas Onshore LP**

NBU #1022-27A

SECTION 27, T10S, R22E, S.L.B.&M.

1058' FNL 413' FEL



**Utah Engineering & Land Surveying**  
85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813



**TOPOGRAPHIC**  
**MAP**

**05 01 07**  
MONTH DAY YEAR

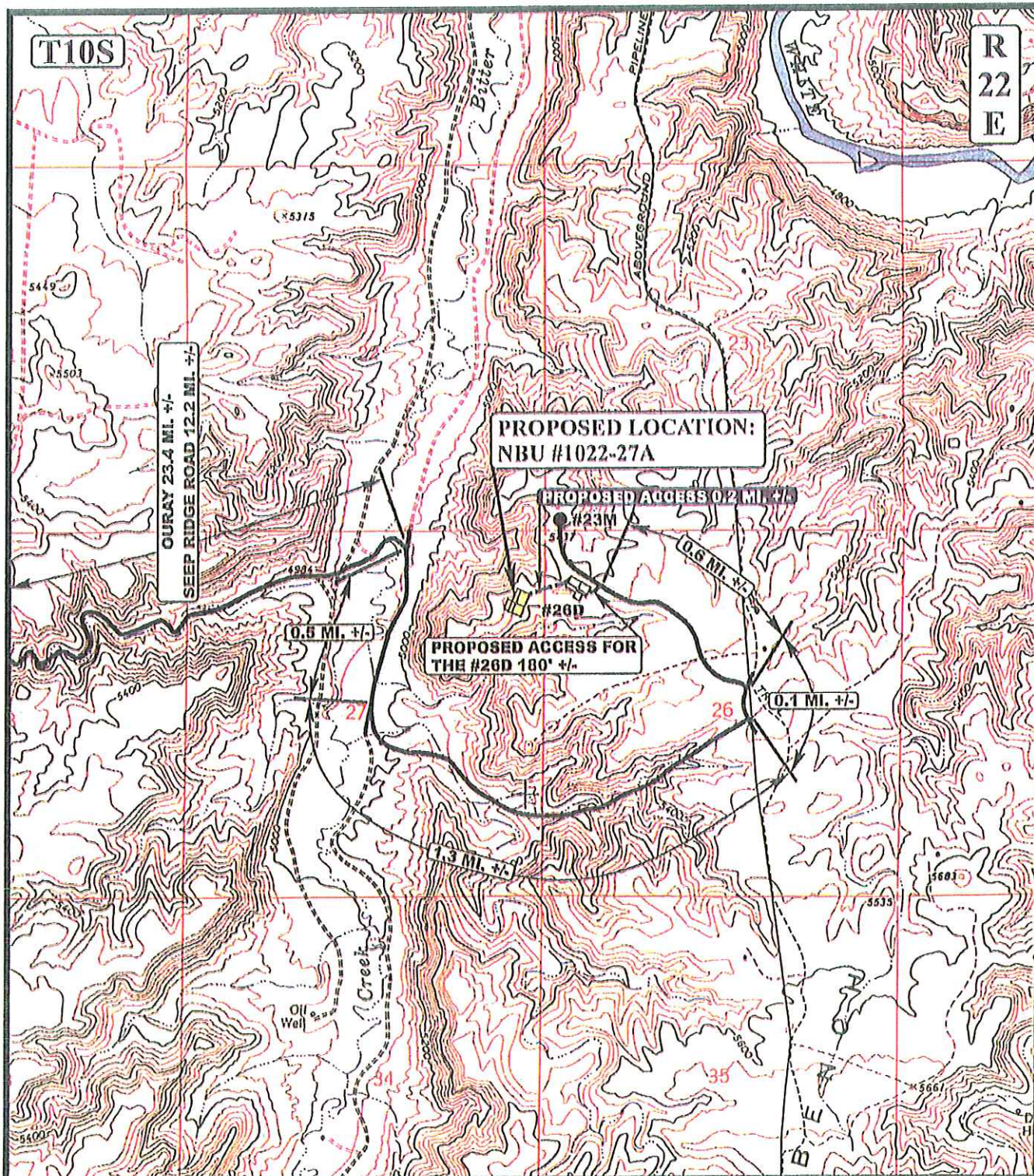
SCALE: 1:100,000

DRAWN BY: C.P.

REVISED: 00-00-00







**LEGEND:**

EXISTING ROAD  
PROPOSED ACCESS ROAD

N

**Kerr-McGee Oil & Gas Onshore LP**

NBU #1022-27A

SECTION 27, T10S, R22E, S.L.B.&M.

1058' FNL 413' FEL



**Utah Engineering & Land Surveying**  
85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813



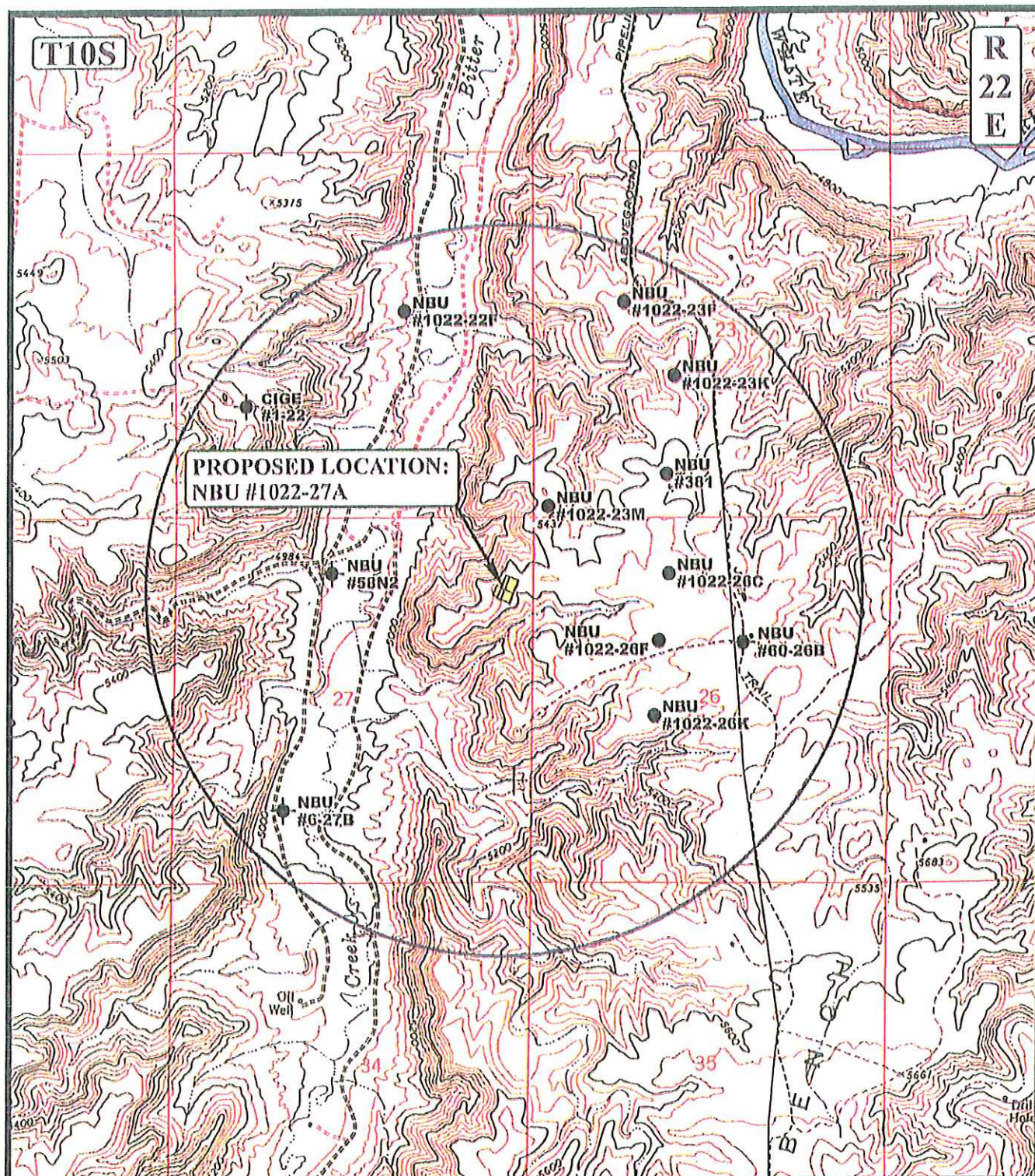
**TOPOGRAPHIC  
MAP**

**05 01 07**  
MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: C.P. REVISED: 00-00-00





**LEGEND:**

- |                   |                         |
|-------------------|-------------------------|
| ○ DISPOSAL WELLS  | ○ WATER WELLS           |
| ● PRODUCING WELLS | ● ABANDONED WELLS       |
| ● SHUT IN WELLS   | ● TEMPORARILY ABANDONED |

N

**Kerr-McGee Oil & Gas Onshore LP**

NBU #1022-27A

SECTION 27, T10S, R22E, S.L.B.&amp;M.

1058' FNL 413' FEL



Utah Engineering & Land Surveying  
85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813



**TOPOGRAPHIC**  
**MAP**

**05 01 07**  
MONTH DAY YEAR

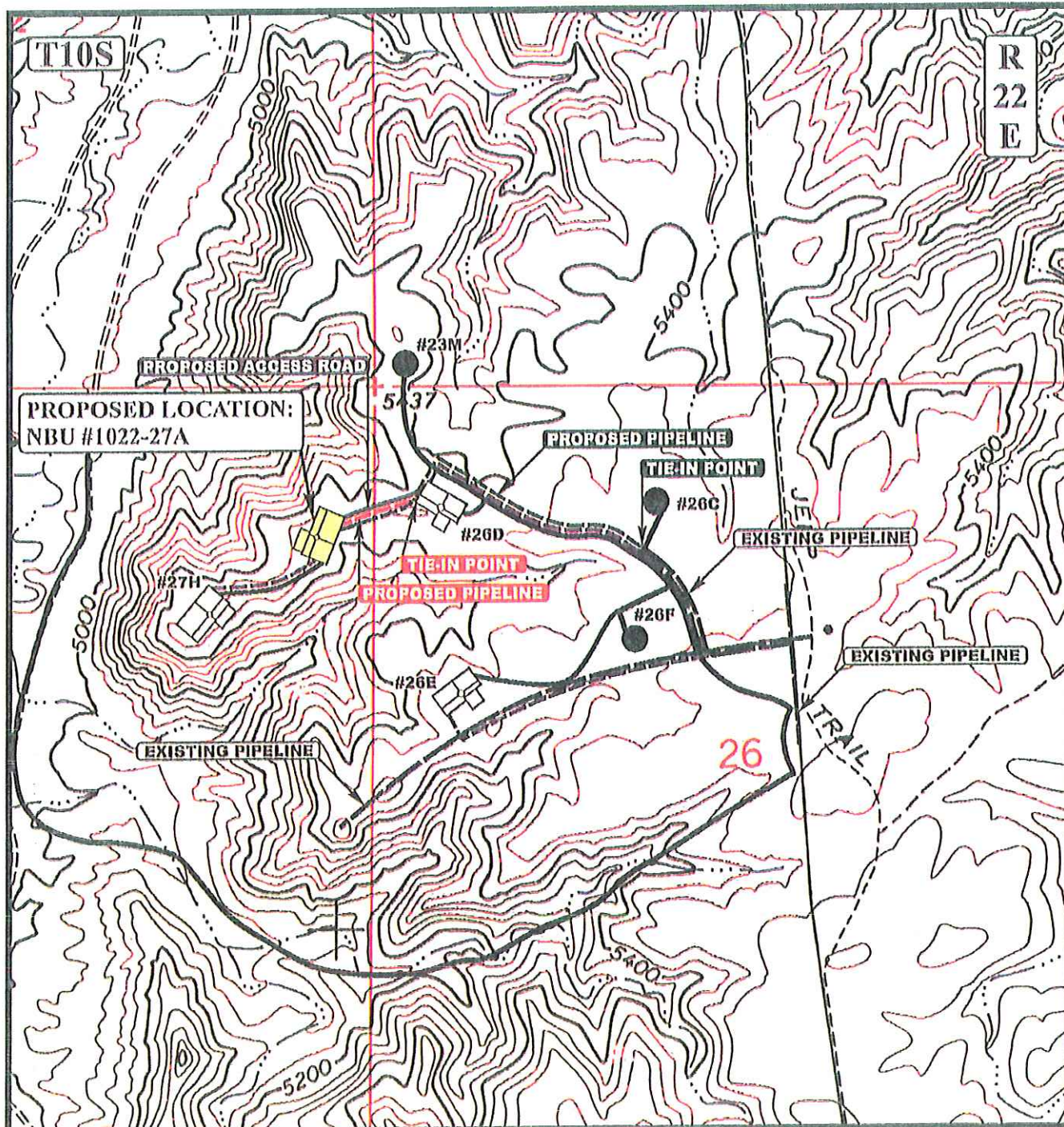
SCALE: 1" = 2000'

DRAWN BY: C.P.

REVISED: 00-00-00







APPROXIMATE TOTAL PIPELINE DISTANCE = 2,550' +/-

APPROXIMATE TOTAL PIPELINE DISTANCE = 552' +/-

**LEGEND:**

- PROPOSED ACCESS ROAD
- EXISTING PIPELINE
- PROPOSED PIPELINE
- PROPOSED PIPELINE (SERVICING OTHER WELLS)

**Kerr-McGee Oil & Gas Onshore LP**

NBU #1022-27A

SECTION 27, T10S, R22E, S.L.B.&M.

1058' FNL 413' FEL



**Uintah Engineering & Land Surveying**  
85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813



**TOPOGRAPHIC**  
**MAP**

**05** **01** **07**  
MONTH DAY YEAR

SCALE: 1" = 1000'

DRAWN BY: C.P.

REVISED: 00-00-00

**D**  
**TORO**



CAUSE: 173-14 / 12-2-1999

**Unit Status**

- EXPLORATORY
- GAS STORAGE
- NF PP OIL
- NF SECONDARY
- PENDING
- PI OIL
- PP GAS
- PP GEOTHERML
- PP OIL
- SECONDARY
- TERMINATED

**Wells Status**

	GAS INJECTION
	GAS STORAGE
	LOCATION ABANDONED
	NEW LOCATION
	PLUGGED & ABANDONED
	PRODUCING GAS
	PRODUCING OIL
	SHUT-IN GAS
	SHUT-IN OIL
	TEMP. ABANDONED
	TEST WELL
	WATER INJECTION
	WATER SUPPLY
	WATER DISPOSAL
	DRILLING



PREPARED BY: DIANA MASON  
DATE: 26-AUGUST-2008

# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Utah State Office  
P.O. Box 45155  
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO:  
3160  
(UT-922)

September 2, 2008

### Memorandum

To: Assistant District Manager Minerals, Vernal District  
From: Michael Coulthard, Petroleum Engineer  
Subject: 2008 Plan of Development Natural Buttes Unit  
Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2008 within the Natural Buttes Unit, Uintah County, Utah.

API #	WELL NAME	LOCATION
-------	-----------	----------

(Proposed PZ Wasatch/MesaVerde)

43-047-50098	NBU 1022-27A Sec 27	T10S R22E 1058 FNL 0413 FEL
43-047-50095	NBU 1022-34E Sec 34	T10S R22E 1687 FNL 1113 FWL
43-047-50094	NBU 1022-35M Sec 35	T10S R22E 0683 FSL 1058 FWL
43-047-50093	NBU 1022-34F Sec 34	T10S R22E 1632 FNL 2266 FWL
43-047-50080	NBU 922-33ET Sec 33	T09S R22E 2446 FNL 0673 FWL
43-047-50084	NBU 1022-22N Sec 22	T10S R22E 0515 FSL 2467 FWL
43-047-50086	NBU 1022-1P Sec 01	T10S R22E 0310 FSL 0971 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Natural Buttes Unit  
Division of Oil Gas and Mining  
Central Files  
Agr. Sec. Chron  
Fluid Chron

MCoulthard:mc:9-2-08



Kerr-McGee Oil & Gas Onshore LP  
1099 18 STREET, SUITE 1200  
DENVER, CO 80202

August 26, 2008

Mrs. Diana Mason  
Division of Oil, Gas and Mining  
P.O. Box 145801  
Salt Lake City, UT 84114-6100

RE: NBU 1022-27A  
T10S-22E  
Section 27: NENE  
1058' FNL, 413' FWL  
Uintah County, Utah

Dear Mrs. Mason:

Kerr-McGee Oil & Gas Onshore LP has submitted a permit to drill the captioned well to test the Wasatch and Mesaverde formations. The well is located at an exception location to Spacing Order 173-14. The well location was moved for topographic reasons. Kerr-McGee owns 100% of the leasehold within 460 feet of the exception location of the offset lands and has no objection to the exception location.

Kerr-McGee requests your approval of this exception location. If you have any questions, call me at 720-929-6262. Thank you for your assistance.

Sincerely,



Jason Rayburn  
Landman

cc: Chris Latimer

RECEIVED  
SEP 04 2008  
DIV. OF OIL, GAS & MINING



JON M. HUNTSMAN, JR.  
*Governor*

GARY R. HERBERT  
*Lieutenant Governor*

## State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
*Executive Director*

Division of Oil, Gas and Mining

JOHN R. BAZA  
*Division Director*

### Permit To Drill

\*\*\*\*\*

**Well Name:** NBU 1022-27A  
**API Well Number:** 43047500980000  
**Lease Number:** UTU-0473  
**Surface Owner:** FEDERAL  
**Approval Date:** 9/11/2008

**Issued to:**

KERR-MCGEE OIL & GAS ONSHORE, L.P. , P.O. Box 173779, Denver, CO 80217

**Authority:**

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of CAUSE: 173-14.

**Duration:**

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

**General:**

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

**Conditions of Approval:**

State approval of this well does not supercede the required federal approval, which must be obtained prior to drilling.

In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operators shall ensure that the surface and or production casing is properly cemented over the entire oil shale section as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the division.

**Notification Requirements:**

Notify the Division with 24 hours of spudding the well.

- Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

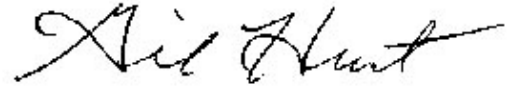
- Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home



**Reporting Requirements:**

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

**Approved By:**

A handwritten signature in black ink, appearing to read "Gil Hunt", with a stylized, flowing script.

Gil Hunt  
Associate Director, Oil & Gas

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		<b>FORM 9</b>			
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0473			
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>			
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES			
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>8. WELL NAME and NUMBER:</b> NBU 1022-27A			
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 1058 FNL 0413 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S		<b>9. API NUMBER:</b> 43047500980000			
<b>PHONE NUMBER:</b> 720 929-6007 Ext		<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES			
<b>COUNTY:</b> UINTAH		<b>STATE:</b> UTAH			
<b>11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</b>					
<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>				
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 9/7/2009  <input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:  <input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:  <input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<table style="width: 100%; border: none;"> <tr> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ACIDIZE  <input type="checkbox"/> CHANGE TO PREVIOUS PLANS  <input type="checkbox"/> CHANGE WELL STATUS  <input type="checkbox"/> DEEPEN  <input type="checkbox"/> OPERATOR CHANGE  <input type="checkbox"/> PRODUCTION START OR RESUME  <input type="checkbox"/> REPERFORATE CURRENT FORMATION  <input type="checkbox"/> TUBING REPAIR  <input type="checkbox"/> WATER SHUTOFF  <input type="checkbox"/> WILDCAT WELL DETERMINATION         </td> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ALTER CASING  <input type="checkbox"/> CHANGE TUBING  <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS  <input type="checkbox"/> FRACTURE TREAT  <input type="checkbox"/> PLUG AND ABANDON  <input type="checkbox"/> RECLAMATION OF WELL SITE  <input type="checkbox"/> SIDETRACK TO REPAIR WELL  <input type="checkbox"/> VENT OR FLARE  <input type="checkbox"/> SI TA STATUS EXTENSION  <input type="checkbox"/> OTHER         </td> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> CASING REPAIR  <input type="checkbox"/> CHANGE WELL NAME  <input type="checkbox"/> CONVERT WELL TYPE  <input type="checkbox"/> NEW CONSTRUCTION  <input type="checkbox"/> PLUG BACK  <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION  <input type="checkbox"/> TEMPORARY ABANDON  <input type="checkbox"/> WATER DISPOSAL  <input checked="" type="checkbox"/> APD EXTENSION            OTHER:         </td> </tr> </table>		<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER:
<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER:			
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</b> Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.					
<div style="text-align: right;"> <b>Approved by the Utah Division of Oil, Gas and Mining</b> </div>		<b>Date:</b> September 03, 2009			
<b>By:</b>					
<b>NAME (PLEASE PRINT)</b> Danielle Piernot		<b>PHONE NUMBER</b> 720 929-6156			
<b>SIGNATURE</b> N/A		<b>TITLE</b> Regulatory Analyst			
		<b>DATE</b> 9/3/2009			



## The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

### Request for Permit Extension Validation Well Number 43047500980000

**API:** 43047500980000

**Well Name:** NBU 1022-27A

**Location:** 1058 FNL 0413 FEL QTR NENE SEC 27 TWNP 100S RNG 220E MER S

**Company Permit Issued to:** KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 9/15/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- If located on private land, has the ownership changed, if so, has the surface agreement been updated? ☐ Yes ☒ No
- Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? ☐ Yes ☒ No
- Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? ☐ Yes ☒ No
- Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? ☐ Yes ☒ No
- Has the approved source of water for drilling changed? ☐ Yes ☒ No
- Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? ☐ Yes ☒ No
- Is bonding still in place, which covers this proposed well? ☒ Yes ☐ No

**Approved by the  
Utah Division of  
Oil, Gas and Mining**

**Signature:** Danielle Piernot

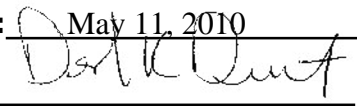
**Date:** 9/3/2009

**Title:** Regulatory Analyst **Representing:** KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date:** September 03, 2009

**By:** 

**RECEIVED** September 03, 2009

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		<b>FORM 9</b>			
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0473			
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>			
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES			
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>8. WELL NAME and NUMBER:</b> NBU 1022-27A			
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 1058 FNL 0413 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S		<b>9. API NUMBER:</b> 43047500980000			
<b>PHONE NUMBER:</b> 720 929-6007 Ext		<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES			
<b>COUNTY:</b> UINTAH		<b>STATE:</b> UTAH			
<b>11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</b>					
<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>				
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 5/17/2010  <input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:  <input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:  <input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<table style="width: 100%; border: none;"> <tr> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ACIDIZE  <input type="checkbox"/> CHANGE TO PREVIOUS PLANS  <input type="checkbox"/> CHANGE WELL STATUS  <input type="checkbox"/> DEEPEN  <input type="checkbox"/> OPERATOR CHANGE  <input type="checkbox"/> PRODUCTION START OR RESUME  <input type="checkbox"/> REPERFORATE CURRENT FORMATION  <input type="checkbox"/> TUBING REPAIR  <input type="checkbox"/> WATER SHUTOFF  <input type="checkbox"/> WILDCAT WELL DETERMINATION         </td> <td style="width: 33%; vertical-align: top;"> <input checked="" type="checkbox"/> <b>ALTER CASING</b>  <input type="checkbox"/> CHANGE TUBING  <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS  <input type="checkbox"/> FRACTURE TREAT  <input type="checkbox"/> PLUG AND ABANDON  <input type="checkbox"/> RECLAMATION OF WELL SITE  <input type="checkbox"/> SIDETRACK TO REPAIR WELL  <input type="checkbox"/> VENT OR FLARE  <input type="checkbox"/> SI TA STATUS EXTENSION  <input type="checkbox"/> OTHER         </td> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> CASING REPAIR  <input type="checkbox"/> CHANGE WELL NAME  <input type="checkbox"/> CONVERT WELL TYPE  <input type="checkbox"/> NEW CONSTRUCTION  <input type="checkbox"/> PLUG BACK  <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION  <input type="checkbox"/> TEMPORARY ABANDON  <input type="checkbox"/> WATER DISPOSAL  <input type="checkbox"/> APD EXTENSION            OTHER:         </td> </tr> </table>		<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input checked="" type="checkbox"/> <b>ALTER CASING</b> <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER:
<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input checked="" type="checkbox"/> <b>ALTER CASING</b> <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER:			
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</b> Kerr-McGee Oil & Gas Onshore LP (Kerr-McGee) respectfully requests to change the surface casing size for this well from FROM: 9-5/8" TO: 8-5/8" due to a revised drilling procedure. The production casing will still be cemented it's entire length to the surface. Please see the attached drilling program for additional details. All other information remains the same. Please contact the undersigned with any questions and/or comments. Thank you.					
<b>Accepted by the Utah Division of Oil, Gas and Mining</b>  <b>Date:</b> May 11, 2010 <b>By:</b> 					
<b>NAME (PLEASE PRINT)</b> Danielle Piernot	<b>PHONE NUMBER</b> 720 929-6156	<b>TITLE</b> Regulatory Analyst			
<b>SIGNATURE</b> N/A	<b>DATE</b> 5/6/2010				



COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP				DATE	May 6, 2010			
WELL NAME	<b>NBU 1022-27A</b>				TD	8,300' MD/TVD			
FIELD	Natural Buttes		COUNTY	Uintah	STATE	Utah		FINISHED ELEVATION	5,436'
SURFACE LOCATION	NE/4 NE/4 1,058' FNL		413' FEL		Sec 27	T 10S	R 22E	BHL	Straight Hole
	Latitude: 39.924175		Longitude: -109.418000				NAD 83		
OBJECTIVE ZONE(S)	Wasatch/Mesaverde								
ADDITIONAL INFO	Regulatory Agencies: BLM (MINERALS), BLM (SURFACE), UDOGM, Tri-County Health Dept.								

GEOLOGICAL			MECHANICAL		
LOGS	FORMATION TOPS	DEPTH	HOLE SIZE	CASING SIZE	MUD WEIGHT
		40'		14"	
			11"	8-5/8", 28#, IJ-55, LTC	Air mist
All water flows encountered while drilling will be reported to the appropriate agencies.					
	Green River @	966'			
	Top of Birds Nest Water @	1,308'			
	Mahogany @	1,732'			
	Preset f/ GL @				
	1,875' MD				
Note: 11" surface hole will usually be drilled ±400' below the bottom of lost circulation zone. Drilled depth may be ±200' of the estimated set depth depending on the actual depth of the loss zone.					
Mud logging program TBD Open hole logging program from TD - surf csg					
	Wasatch @	4,000'	7-7/8"	4-1/2" 11.6# I-80 or equivalent LTC casing	Water/Fresh Water Mud 8.3-11.6 ppg
	Mverde @	6,281'			
	MVU2 @	7,130'			
	MVL1 @	7,779'			
	TD @	8,300'			Max anticipated Mud required 11.6 ppg



# KERR-McGEE OIL & GAS ONSHORE LP

## DRILLING PROGRAM

### CASING PROGRAM

	SIZE	INTERVAL	WT.	GR.	CPLG.	DESIGN FACTORS		
						BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'				3,390	1,880	348,000
SURFACE	8-5/8"	0 to 1875	28.00	IJ-55	LTC	1.07	2.14	6.56
PRODUCTION	4-1/2"	0 to 8300	11.60	I-80	LTC	2.45	1.27	2.39

\*Burst on surface casing is controlled by fracture gradient as shoe with gas gradient above.

D.F. = 2.87

1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

2) MASP (Prod Casing) = Pore Pressure at TD - (0.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD = 11.6 ppg)

0.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

**MASP 3,087 psi**

3) Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

(Burst Assumptions: TD = 11.6 ppg)

0.59 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

**MABHP 4,913 psi**

### CEMENT PROGRAM

		FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele				
	TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	40		15.60	1.18
			+ 2% CaCl + .25 pps flocele				
	TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE			<b>NOTE: If well will circulate water to surface, option 2 will be utilized</b>				
Option 2	LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	140	35%	11.00	3.82
			+ .25 pps Flocele + 3% salt BWOC				
	TAIL	500	Premium cmt + 2% CaCl	150	35%	15.60	1.18
			+ .25 pps flocele				
	TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION	LEAD	3,500'	Premium Lite II + 3% KCl + 0.25 pps	310	60%	11.00	3.38
			celloflake + 5 pps gilsonite + 10% gel				
			+ 0.5% extender				
	TAIL	4,800'	50/50 Poz/G + 10% salt + 2% gel	1,340	60%	14.30	1.31
			+ 0.1% R-3				

\*Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

\*Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

### FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.

### ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip.

Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.

Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utilized.

DRILLING ENGINEER:

John Huycke / Emile Goodwin

DATE:

DRILLING SUPERINTENDENT:

John Merkel (Lovel Young)

DATE:

John Merkel (Lovel Young) Drilling Program-updated 050610.xls

RECEIVED May 06, 2010

## DIVISION OF OIL, GAS AND MINING

### SPUDDING INFORMATION

Name of Company: KERR-McGEE OIL & GAS ONSHORE, L. P.

Well Name: NBU 1022-27A

Api No: 43-047-50098 Lease Type: FEDERAL

Section 27 Township 10S Range 22E County UINTAH

Drilling Contractor PETE MARTIN DRLG RIG # BUCKET

### SPUDDED:

Date 05/19/2010

Time 9:00 AM

How DRY

**Drilling will Commence:** \_\_\_\_\_

Reported by GARRETT EATON

Telephone # (435) 219-1439

Date 05/20/2010 Signed CHD

<div>STATE OF UTAH</div> <div>DEPARTMENT OF NATURAL RESOURCES</div> <div>DIVISION OF OIL, GAS, AND MINING</div>		<div>FORM 9</div> <div>5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-0473</div>	
<div>SUNDRY NOTICES AND REPORTS ON WELLS</div> <div>Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.</div>		<div>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</div> <div>7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES</div>	
<div>1. TYPE OF WELL</div> <div>Gas Well</div>		<div>8. WELL NAME and NUMBER:</div> <div>NBU 1022-27A</div>	
<div>2. NAME OF OPERATOR:</div> <div>KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.</div>		<div>9. API NUMBER:</div> <div>43047500980000</div>	
<div>3. ADDRESS OF OPERATOR:</div> <div>P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779</div>		<div>PHONE NUMBER:</div> <div>720 929-6007 Ext</div>	
<div>4. LOCATION OF WELL</div> <div>FOOTAGES AT SURFACE: 1058 FNL 0413 FEL</div> <div>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S</div>		<div>9. FIELD and POOL or WILDCAT:</div> <div>NATURAL BUTTES</div>	
		<div>COUNTY:</div> <div>UINTAH</div>	
		<div>STATE:</div> <div>UTAH</div>	
<div>11.</div> <div>CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</div>			
<div>TYPE OF SUBMISSION</div>		<div>TYPE OF ACTION</div>	
<div><input type="checkbox"/> NOTICE OF INTENT</div> <div>Approximate date work will start:</div> <div><input type="checkbox"/> SUBSEQUENT REPORT</div> <div>Date of Work Completion:</div> <div><input checked="" type="checkbox"/> SPUD REPORT</div> <div>Date of Spud: 5/19/2010</div> <div><input type="checkbox"/> DRILLING REPORT</div> <div>Report Date:</div>		<div><input type="checkbox"/> ACIDIZE</div> <div><input type="checkbox"/> CHANGE TO PREVIOUS PLANS</div> <div><input type="checkbox"/> CHANGE WELL STATUS</div> <div><input type="checkbox"/> DEEPEN</div> <div><input type="checkbox"/> OPERATOR CHANGE</div> <div><input type="checkbox"/> PRODUCTION START OR RESUME</div> <div><input type="checkbox"/> REPERFORATE CURRENT FORMATION</div> <div><input type="checkbox"/> TUBING REPAIR</div> <div><input type="checkbox"/> WATER SHUTOFF</div> <div><input type="checkbox"/> WILDCAT WELL DETERMINATION</div> <div><input type="checkbox"/> ALTER CASING</div> <div><input type="checkbox"/> CHANGE TUBING</div> <div><input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS</div> <div><input type="checkbox"/> FRACTURE TREAT</div> <div><input type="checkbox"/> PLUG AND ABANDON</div> <div><input type="checkbox"/> RECLAMATION OF WELL SITE</div> <div><input type="checkbox"/> SIDETRACK TO REPAIR WELL</div> <div><input type="checkbox"/> VENT OR FLARE</div> <div><input type="checkbox"/> SI TA STATUS EXTENSION</div> <div><input type="checkbox"/> OTHER</div> <div><input type="checkbox"/> CASING REPAIR</div> <div><input type="checkbox"/> CHANGE WELL NAME</div> <div><input type="checkbox"/> CONVERT WELL TYPE</div> <div><input type="checkbox"/> NEW CONSTRUCTION</div> <div><input type="checkbox"/> PLUG BACK</div> <div><input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION</div> <div><input type="checkbox"/> TEMPORARY ABANDON</div> <div><input type="checkbox"/> WATER DISPOSAL</div> <div><input type="checkbox"/> APD EXTENSION</div> <div>OTHER:  </div>	
<div>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</div> <div>MIRU PETE MARTIN BUCKET RIG. DRILLED 20" CONDUCTOR HOLE TO 40'.</div> <div>RAN 14" 36.7# SCHEDULE 10 CONDUCTOR PIPE. CMT W/28 SX READY MIX</div> <div>SPUD WELL LOCATION ON MAY 19, 2010 AT 09:00 HRS.</div> <div>Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY</div> <div>May 24, 2010</div>			
<div>NAME (PLEASE PRINT)</div> <div>Andy Lytle</div>		<div>PHONE NUMBER</div> <div>720 929-6100</div>	
<div>SIGNATURE</div> <div>N/A</div>		<div>TITLE</div> <div>Regulatory Analyst</div>	
		<div>DATE</div> <div>5/20/2010</div>	



<div>STATE OF UTAH</div> <div>DEPARTMENT OF NATURAL RESOURCES</div> <div>DIVISION OF OIL, GAS, AND MINING</div>		<div>FORM 9</div> <div>5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-0473</div>	
<div>SUNDRY NOTICES AND REPORTS ON WELLS</div> <div>Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.</div>		<div>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</div> <div>7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES</div>	
<div>1. TYPE OF WELL</div> <div>Gas Well</div>		<div>8. WELL NAME and NUMBER:</div> <div>NBU 1022-27A</div>	
<div>2. NAME OF OPERATOR:</div> <div>KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.</div>		<div>9. API NUMBER:</div> <div>43047500980000</div>	
<div>3. ADDRESS OF OPERATOR:</div> <div>P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779</div>		<div>PHONE NUMBER:</div> <div>720 929-6007 Ext</div>	<div>9. FIELD and POOL or WILDCAT:</div> <div>NATURAL BUTTES</div>
<div>4. LOCATION OF WELL</div> <div>FOOTAGES AT SURFACE:</div> <div>1058 FNL 0413 FEL</div> <div>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</div> <div>Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S</div>		<div>COUNTY:</div> <div>UINTAH</div>	
		<div>STATE:</div> <div>UTAH</div>	
<div>11.</div> <div>CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</div>			
<div>TYPE OF SUBMISSION</div> <div> <input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:         </div> <div> <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:         </div> <div> <input type="checkbox"/> SPUD REPORT Date of Spud:         </div> <div> <input checked="" type="checkbox"/> DRILLING REPORT Report Date: 5/23/2010         </div>		<div>TYPE OF ACTION</div> <div> <input type="checkbox"/> ACIDIZE           <input type="checkbox"/> CHANGE TO PREVIOUS PLANS           <input type="checkbox"/> CHANGE WELL STATUS           <input type="checkbox"/> DEEPEN           <input type="checkbox"/> OPERATOR CHANGE           <input type="checkbox"/> PRODUCTION START OR RESUME           <input type="checkbox"/> REPERFORATE CURRENT FORMATION           <input type="checkbox"/> TUBING REPAIR           <input type="checkbox"/> WATER SHUTOFF           <input type="checkbox"/> WILDCAT WELL DETERMINATION         </div> <div> <input type="checkbox"/> ALTER CASING           <input type="checkbox"/> CHANGE TUBING           <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS           <input type="checkbox"/> FRACTURE TREAT           <input type="checkbox"/> PLUG AND ABANDON           <input type="checkbox"/> RECLAMATION OF WELL SITE           <input type="checkbox"/> SIDETRACK TO REPAIR WELL           <input type="checkbox"/> VENT OR FLARE           <input type="checkbox"/> SI TA STATUS EXTENSION           <input type="checkbox"/> OTHER         </div> <div> <input type="checkbox"/> CASING REPAIR           <input type="checkbox"/> CHANGE WELL NAME           <input type="checkbox"/> CONVERT WELL TYPE           <input type="checkbox"/> NEW CONSTRUCTION           <input type="checkbox"/> PLUG BACK           <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION           <input type="checkbox"/> TEMPORARY ABANDON           <input type="checkbox"/> WATER DISPOSAL           <input type="checkbox"/> APD EXTENSION           OTHER:         </div>	
<div>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</div> <div> MIRU PROPETRO AIR RIG ON MAY 21, 2010. DRILLED 11" SURFACE HOLE TO 1900'. RAN 8 5/8" 28# J-55 SURFACE CSG. PUMP 140 BBLS FRESH WATER  PUMP 20 BBLS GEL WATER. LEAD CEMENT W/ 170 SX CLASS G HI FILL @ 11.0 PPG, 3.82 YD. TAILED CEMENT W/ 200 SX CLASS G PREM LITE @ 15.0 PPG, 1.15 YD. DROP PLUG ON THE FLY, DISPLACED W/ 113.8 BBLS WATER  15 BBLS OF LEAD TO SURFACE W/ 500 PSI OF LIFT. LAND PLUG 1000 PSI, FLOAT HELD. PUMP 125 SX SAME CEMENT DOWN 1". CEMENT TO SURFACE. CEMENT FELL. WILL TOP OFF W/ PETE MARTIN DRILLING. WORT. </div>			
<div>NAME (PLEASE PRINT)</div> <div>Andy Lytle</div>		<div>PHONE NUMBER</div> <div>720 929-6100</div>	<div>TITLE</div> <div>Regulatory Analyst</div>
<div>SIGNATURE</div> <div>N/A</div>		<div>DATE</div> <div>5/25/2010</div>	

<div>STATE OF UTAH</div> <div>DEPARTMENT OF NATURAL RESOURCES</div> <div>DIVISION OF OIL, GAS, AND MINING</div>		<div>FORM 9</div> <div>5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-0473</div>	
<div>SUNDRY NOTICES AND REPORTS ON WELLS</div> <div>Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.</div>		<div>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</div> <div>7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES</div>	
<div>1. TYPE OF WELL</div> <div>Gas Well</div>		<div>8. WELL NAME and NUMBER:</div> <div>NBU 1022-27A</div>	
<div>2. NAME OF OPERATOR:</div> <div>KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.</div>		<div>9. API NUMBER:</div> <div>43047500980000</div>	
<div>3. ADDRESS OF OPERATOR:</div> <div>P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779</div>		<div>PHONE NUMBER:</div> <div>720 929-6007 Ext</div>	
<div>4. LOCATION OF WELL</div> <div>FOOTAGES AT SURFACE: 1058 FNL 0413 FEL</div> <div>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S</div>		<div>9. FIELD and POOL or WILDCAT:</div> <div>NATURAL BUTTES</div>	
		<div>COUNTY:</div> <div>UINTAH</div>	
		<div>STATE:</div> <div>UTAH</div>	
<div>11.</div> <div>CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</div>			
<div>TYPE OF SUBMISSION</div> <div> <input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:         </div> <div> <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:         </div> <div> <input type="checkbox"/> SPUD REPORT Date of Spud:         </div> <div> <input checked="" type="checkbox"/> DRILLING REPORT Report Date: 5/23/2010         </div>		<div>TYPE OF ACTION</div> <div> <input type="checkbox"/> ACIDIZE           <input type="checkbox"/> CHANGE TO PREVIOUS PLANS           <input type="checkbox"/> CHANGE WELL STATUS           <input type="checkbox"/> DEEPEN           <input type="checkbox"/> OPERATOR CHANGE           <input type="checkbox"/> PRODUCTION START OR RESUME           <input type="checkbox"/> REPERFORATE CURRENT FORMATION           <input type="checkbox"/> TUBING REPAIR           <input type="checkbox"/> WATER SHUTOFF           <input type="checkbox"/> WILDCAT WELL DETERMINATION         </div> <div> <input type="checkbox"/> ALTER CASING           <input type="checkbox"/> CHANGE TUBING           <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS           <input type="checkbox"/> FRACTURE TREAT           <input type="checkbox"/> PLUG AND ABANDON           <input type="checkbox"/> RECLAMATION OF WELL SITE           <input type="checkbox"/> SIDETRACK TO REPAIR WELL           <input type="checkbox"/> VENT OR FLARE           <input type="checkbox"/> SI TA STATUS EXTENSION           <input type="checkbox"/> OTHER         </div> <div> <input type="checkbox"/> CASING REPAIR           <input type="checkbox"/> CHANGE WELL NAME           <input type="checkbox"/> CONVERT WELL TYPE           <input type="checkbox"/> NEW CONSTRUCTION           <input type="checkbox"/> PLUG BACK           <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION           <input type="checkbox"/> TEMPORARY ABANDON           <input type="checkbox"/> WATER DISPOSAL           <input type="checkbox"/> APD EXTENSION           OTHER:         </div>	
<div>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</div> <div> MIRU PROPETRO AIR RIG ON MAY 21, 2010. DRILLED 11" SURFACE HOLE TO 1900'. RAN 8 5/8" 28# J-55 SURFACE CSG. PUMP 140 BBLS FRESH WATER  PUMP 20 BBLS GEL WATER. LEAD CEMENT W/ 170 SX CLASS G HI FILL @ 11.0 PPG, 3.82 YD. TAILED CEMENT W/ 200 SX CLASS G PREM LITE @ 15.0 PPG, 1.15 YD. DROP PLUG ON THE FLY, DISPLACED W/ 113.8 BBLS WATER  15 BBLS OF LEAD TO SURFACE W/ 500 PSI OF LIFT. LAND PLUG 1000 PSI, FLOAT HELD. PUMP 125 SX SAME CEMENT DOWN 1". CEMENT TO SURFACE. CEMENT FELL. WILL TOP OFF W/ PETE MARTIN DRILLING. WORT. </div>			
<div>NAME (PLEASE PRINT)</div> <div>Andy Lytle</div>		<div>PHONE NUMBER</div> <div>720 929-6100</div>	
<div>SIGNATURE</div> <div>N/A</div>		<div>TITLE</div> <div>Regulatory Analyst</div>	
		<div>DATE</div> <div>5/25/2010</div>	

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		<b>FORM 9</b>
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0473
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>8. WELL NAME and NUMBER:</b> NBU 1022-27A
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 1058 FNL 0413 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S		<b>9. API NUMBER:</b> 43047500980000
<b>PHONE NUMBER:</b> 720 929-6007 Ext		<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES
<b>COUNTY:</b> UINTAH		<b>STATE:</b> UTAH

**11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start:	<input type="checkbox"/> ACIDIZE  <input type="checkbox"/> CHANGE TO PREVIOUS PLANS  <input type="checkbox"/> CHANGE WELL STATUS  <input type="checkbox"/> DEEPEN  <input type="checkbox"/> OPERATOR CHANGE  <input type="checkbox"/> PRODUCTION START OR RESUME  <input type="checkbox"/> REPERFORATE CURRENT FORMATION  <input type="checkbox"/> TUBING REPAIR  <input type="checkbox"/> WATER SHUTOFF  <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING  <input type="checkbox"/> CHANGE TUBING  <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS  <input type="checkbox"/> FRACTURE TREAT  <input type="checkbox"/> PLUG AND ABANDON  <input type="checkbox"/> RECLAMATION OF WELL SITE  <input type="checkbox"/> SIDETRACK TO REPAIR WELL  <input type="checkbox"/> VENT OR FLARE  <input type="checkbox"/> SI TA STATUS EXTENSION  <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR  <input type="checkbox"/> CHANGE WELL NAME  <input type="checkbox"/> CONVERT WELL TYPE  <input type="checkbox"/> NEW CONSTRUCTION  <input type="checkbox"/> PLUG BACK  <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION  <input type="checkbox"/> TEMPORARY ABANDON  <input type="checkbox"/> WATER DISPOSAL  <input type="checkbox"/> APD EXTENSION  OTHER: <input style="width: 100px;" type="text"/>
<input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:			
<input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:			
<input checked="" type="checkbox"/> <b>DRILLING REPORT</b> Report Date: 8/11/2010			

**12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.**  
 FINISHED DRILLING FROM 1900' TO 8450' ON AUGUST 9, 2010. RAN 4 1/2" 11.6# I-80 PRODUCTION CSG. PUMP 40 BBLS SPACER, LEAD CEMENT W/ 351 SX CLASS G PREM LITE @ 11.7 PPG, 2.5 YD. TAILED CEMENT W/ 1010 SX CLASS G 50/50 POZ MIX @ 14.3 PPG, 1.31 YD. DISPLACED W/ 130 BBLS CLAYTREAT WATER, BUMPED PLUG @ 2800 PSI, FINAL LIFT 2300 PSI, 20 BBLS SPACER BACK TO PIT. EST TOP OF TAIL @ 3500'. RD CEMENTERS AND CLEANED PITS. RELEASED PIONEER RIG #69 ON AUGUST 11, 2010 @ 1700 HRS.

<b>NAME (PLEASE PRINT)</b> Andy Lytle	<b>PHONE NUMBER</b> 720 929-6100	<b>TITLE</b> Regulatory Analyst
<b>SIGNATURE</b> N/A	<b>DATE</b> 8/12/2010	

Accepted by the  
Utah Division of  
Oil, Gas and Mining  
FOR RECORD ONLY  
August 16, 2010

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		<b>FORM 9</b>
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0473
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>8. WELL NAME and NUMBER:</b> NBU 1022-27A
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 1058 FNL 0413 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S		<b>9. API NUMBER:</b> 43047500980000
<b>PHONE NUMBER:</b> 720 929-6007 Ext		<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES
<b>COUNTY:</b> UINTAH		<b>STATE:</b> UTAH
<b>11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</b>		
<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>	
<input type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start:	<input type="checkbox"/> ACIDIZE	
<input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:	<input type="checkbox"/> ALTER CASING	
<input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:	<input type="checkbox"/> CASING REPAIR	
<input checked="" type="checkbox"/> <b>DRILLING REPORT</b> Report Date: 8/29/2010	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	
	<input type="checkbox"/> CHANGE TUBING	
	<input type="checkbox"/> CHANGE WELL STATUS	
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	
	<input type="checkbox"/> DEEPEN	
	<input type="checkbox"/> FRACTURE TREAT	
	<input type="checkbox"/> OPERATOR CHANGE	
	<input type="checkbox"/> PLUG AND ABANDON	
	<input checked="" type="checkbox"/> PRODUCTION START OR RESUME	
	<input type="checkbox"/> RECLAMATION OF WELL SITE	
	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	
	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	
	<input type="checkbox"/> TUBING REPAIR	
	<input type="checkbox"/> VENT OR FLARE	
	<input type="checkbox"/> WATER SHUTOFF	
	<input type="checkbox"/> SI TA STATUS EXTENSION	
	<input type="checkbox"/> WILDCAT WELL DETERMINATION	
	<input type="checkbox"/> OTHER: <input style="width: 100px;" type="text"/>	
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</b> THE SUBJECT WELL WAS PLACED ON PRODUCTION ON AUGUST 29, 2010 AT 8:57 A.M. THE CHRONOLOGICAL WELL HISTORY WILL BE SUBMITTED WITH THE WELL COMPLETION REPORT.		
<b>Accepted by the</b> <b>Utah Division of</b> <b>Oil, Gas and Mining</b> <b>FOR RECORD ONLY</b> August 30, 2010		
<b>NAME (PLEASE PRINT)</b> Andy Lytle	<b>PHONE NUMBER</b> 720 929-6100	<b>TITLE</b> Regulatory Analyst
<b>SIGNATURE</b> N/A	<b>DATE</b> 8/30/2010	

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

## WELL COMPLETION OR RECOMPLETION REPORT AND LOG

5. Lease Serial No.  
UTU473

1a. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Dry <input type="checkbox"/> Other			6. If Indian, Allottee or Tribe Name		
b. Type of Completion <input checked="" type="checkbox"/> New Well <input type="checkbox"/> Work Over <input type="checkbox"/> Deepen <input type="checkbox"/> Plug Back <input type="checkbox"/> Diff. Resvr. Other _____			7. Unit or CA Agreement Name and No. UTU63047A		
2. Name of Operator KERR-MCGEE OIL&GAS ONSHORE			8. Lease Name and Well No. NBU 1022-27A		
3. Address P.O. BOX 173779 DENVER, CO 80217			9. API Well No. 43-047-50098		
3a. Phone No. (include area code) Ph: 720-929-6100			10. Field and Pool, or Exploratory NATURAL BUTTES		
4. Location of Well (Report location clearly and in accordance with Federal requirements)* At surface NENE 1058FNL 413FEL 39.92417 N Lat, 109.41800 W Lon At top prod interval reported below NENE 1058FNL 413FEL 39.92417 N Lat, 109.41800 W Lon At total depth NENE 1058FNL 413FEL 39.92417 N Lat, 109.41800 W Lon			11. Sec., T., R., M., or Block and Survey or Area Sec 27 T10S R22E Mer SLB		
14. Date Spudded 05/19/2010			15. Date T.D. Reached 08/09/2010		
16. Date Completed <input type="checkbox"/> D & A <input checked="" type="checkbox"/> Ready to Prod. 08/29/2010			17. Elevations (DF, KB, RT, GL)* 5436 GL		
18. Total Depth: MD TVD 8450			19. Plug Back T.D.: MD TVD 8394		
20. Depth Bridge Plug Set: MD TVD			21. Type Electric & Other Mechanical Logs Run (Submit copy of each) <input checked="" type="checkbox"/> GR/CBL-HDIL/ZDL/CNCR		
22. Was well cored? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes (Submit analysis) Was DST run? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes (Submit analysis) Directional Survey? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes (Submit analysis)					

## 23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sk. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
20.000	14.000 STEEL	36.7		40		28			
11.000	8.625 J55	28.0		1884		495			
7.875	4.500 I80	11.6		8438		1361			

## 24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2.375	7581							

## 25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) WASATCH	5250	5256	5250 TO 5256	0.360	24	OPEN
B) MESAVERDE	6624	8300	6624 TO 8300	0.360	94	OPEN
C)						
D)						

## 26. Perforation Record

## 27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

Depth Interval	Amount and Type of Material
5250 TO 8300	PUMP 4,941 BBLs SLICK H2O & 176,533 LBS 30/50 SAND.

## 28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
08/29/2010	09/02/2010	24	→	0.0	961.0	480.0			FLows FROM WELL
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	
20/64	SI	1109.0	→	0	961	480		PGW	

## 28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	
	SI		→						

(See Instructions and spaces for additional data on reverse side)

ELECTRONIC SUBMISSION #94136 VERIFIED BY THE BLM WELL INFORMATION SYSTEM

\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\*

DIV. OF OIL, GAS &amp; MINING

RECEIVED  
OCT 13 2010

## 28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	

## 28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	

29. Disposition of Gas(Sold, used for fuel, vented, etc.)  
SOLD

## 30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

## 31. Formation (Log) Markers

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top Meas. Depth
GREEN RIVER BIRD'S NEST MAHOGANY WASATCH MESAVARDE	1026 1306 1711 4011 6247	8450	TD		

## 32. Additional remarks (include plugging procedure):

ATTACHED IS THE DRILLING/COMPLETION CHRONOLOGICAL WELL HISTORY AND FINAL SURVEY.

## 33. Circle enclosed attachments:

- |   |                    |               |                       |
|---|--------------------|---------------|-----------------------|
| 1. Electrical/Mechanical Logs (1 full set req'd.)     | 2. Geologic Report | 3. DST Report | 4. Directional Survey |
| 5. Sundry Notice for plugging and cement verification | 6. Core Analysis   | 7. Other:     |                       |

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):

**Electronic Submission #94136 Verified by the BLM Well Information System.**  
**For KERR-MCGEE OIL&GAS ONSHORE, LP, sent to the Vernal**

Name (please print) ANDY LYTLE

Title REGULATORY ANALYST

Signature (Electronic Submission)

Date 10/05/2010

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**\*\* ORIGINAL \*\* ORIGINAL \*\* ORIGINAL \*\* ORIGINAL \*\* ORIGINAL \*\* ORIGINAL \*\* ORIGINAL \*\***

**US ROCKIES REGION**  
**Operation Summary Report**

Well: NBU 1022-27A			Spud Conductor: 5/19/2010				Spud Date: 5/21/2010	
Project: UTAH-UINTAH			Site: NBU 1022-27A				Rig Name No: PIONEER 69/69, PROPETRO/	
Event: DRILLING			Start Date: 5/9/2010				End Date: 8/11/2010	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)			UWI: NBU 1022-27A					
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
5/21/2010	20:00 - 21:00	1.00	DRLSUR	01	B	P		MIRU
	21:00 - 0:00	3.00	DRLSUR	02	B	P		SPUD WELL 5-21-2010 @ 2100 DRILL F/ 40' - 200' WOB 5-8 ROT 45-55 GPM 400 DHR 68 NO LOSSES
5/22/2010	0:00 - 16:00	16.00	DRLSUR	02	B	P		DRILL F/ 200' - 1900' WOB 8-12 ROT 45-65 DHR 94 GPM 550 NO LOSSES LAST SURVEY 1.4 DEG T.D. WELL 5-22-2010 @ 1600
	16:00 - 19:00	3.00	DRLSUR	08	A	Z		WORK ON LOSE BOLTS ON THE DERRICK, REPLACE HAMMER UNION ON MUD LINE
	19:00 - 20:00	1.00	DRLSUR	05	C	P		CIRCULATE AND CONDITION MUD PRIOR TO TRIP
	20:00 - 23:00	3.00	DRLSUR	06	A	P		LDDS BREAK BIT AND MUD MOTOR
5/23/2010	23:00 - 0:00	1.00	DRLSUR	12	A	P		RIG UP TO RUN CASING
	0:00 - 3:00	3.00	DRLSUR	12	C	P		RUN 42 JOINTS 8.625 CASING SHOE AT 1870' BAFFLE AT 1826'
	3:00 - 4:00	1.00	DRLSUR	12	B	P		RIG DOWN AFTER RUNNING CASING AND RIG UP CEMENTERS RELEASE RIG 5-23-2010 @ 0400
	4:00 - 6:00	2.00	DRLSUR	12	E	P		TEST LINES TO 2000' PSI, PUMP 140 BBLS OF H2O , PUMP 20 BBLS OF GEL WATER. PUMP 170 (115 BBLS) SX OF 11#, 3.82 YD, 23 GAL SX HI FILL LEAD CEMENT. PUMP 200 SX (40.9 BBLS) OF 15.8#, 1.15 YD, 5 GAL/SK TAIL CEMENT, DROP PLUG ON FLY AND DISPLACE W/ 113.8 BBLS OF 8.3# H2O, 15BBLS OF LEAD TO SURFACE W/ 500 PSI OF LIFT @ 5 BBLS/MIN. W/ LAND PLUG 1000 PSI AND CHECK FLOAT. FLOAT HELD. PUMP 125 SX (25.6 BBLS) OF 4% CALC 15.8# 1.15 YD, 5 GAL/SK CEMENT DOWN 1" CEMENT TO SURFACE. CEMENT FELL 12 FT' WILL TOP OFF WITH PETE MARTIN DRILLING
8/1/2010	12:00 - 0:00	12.00	RDMO	01	E	P		RDRT FLOOR, KELLY, PUMPS, PITS, CRANE ON LOCATION @ 17:00 ASSISTED SCOPING DOWN DERRICK ,R/D FLARE LINES, WATER,AIR,ELECTRICAL,HYDRAULICS
8/2/2010	0:00 - 6:00	6.00	RDMO	01	E	P		RDRT MISC ,PREPARE RIG F/ MOVE
	6:00 - 10:30	4.50	RDMO	01	F	P		SAFETY MEETING W/ RIG CREW, WEST ROC, J&C CRANE ,MOUNTAIN WEST ,LOAD OUT TRUCKS, MOVE 11 MILES
	10:30 - 0:00	13.50	MIRU	01	B	P		SET SUB, Y BASE ,MUD BOAT ,CARRIER,PITS ,PUMPS,WATER TANK ,LIGHT PLANT, RURT , FUEL ,AIR ,ELECRITICAL, HYDRAULICS ,RAISE DERRICK HALF MAST,SCOPE DERRICK UP W/ CRANE ASSIST,R/U FLOOR, PASON ,WATER, P/U KELLY , 6 BED TRUCKS, 10 HAUL TRUCKS ,2- FORKLIFTS & CRANE ON LOCATION @ 06:00 ,TRUCKS RELEASED @ 15:00 ,CRANE RELEASED @ 18:00
8/3/2010	0:00 - 1:00	1.00	MIRU	01	B	P		R/U FLARE LINES
	1:00 - 4:00	3.00	MIRU	14	A	P		NIPPLE UP BOP
	4:00 - 9:00	5.00	MIRU	15	A	P		SAFETY MEETING W/ B&C QUICK TEST ,R/U & TEST FLOOR VALVES,UPPER & LOWER KELLY VALVES ,INSIDE & OUT SIDE KILL LINE ,CHOKE & HCR VALVES ,PIPE & BLIND RAMS ,CHOKE MANIFOLD 250 PSI F/ 5 MIN / 5000 PSI F/ 10 MIN ,TEST ANNULAR 250 PSI F/ 5 MIN /2500 PSI F/ 10 MIN ,CASING TO 1500 PSI F/ 30 MIN R/D QUICK TEST

**US ROCKIES REGION**  
**Operation Summary Report**

Well: NBU 1022-27A		Spud Conductor: 5/19/2010		Spud Date: 5/21/2010	
Project: UTAH-UINTAH		Site: NBU 1022-27A		Rig Name No: PIONEER 69/69, PROPETRO/	
Event: DRILLING		Start Date: 5/9/2010		End Date: 8/11/2010	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)		UWI: NBU 1022-27A			

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
8/4/2010	9:00 - 13:00	4.00	MIRU	06	A	P		SAFETY MEETING W/ KIMZEY ,R/U & P/U GT-1 RERUN BIT ,21 GPR / STRAIGHT MOTOR ,BHA 33 JTS DP
	13:00 - 13:30	0.50	MIRU	07	A	P		RIG SERVICE & CHANGE OUT SLIP DIES
	13:30 - 14:30	1.00	MIRU	06	A	P		FINISH P/U DRILLSTRING TO 1714' ,R/D KIMZEY
	14:30 - 16:30	2.00	MIRU	09	A	P		CUT & SLIP 125' DRILL LINE
	16:30 - 19:00	2.50	PRPSPD	23		P		PRESPUD INSPECTION ,PREPARE RIG F/ SPUD , INSTALL DRILLING RUBBER ,DRIVE BUSHINGS ,SECURE STACK
	19:00 - 21:30	2.50	DRLPRO	02	F	P		DRILL CEMENT ,F.E. & OPEN HOLE F/ 1730' TO 1914'
	21:30 - 22:30	1.00	DRLPRO	02	A	P		SPUD FORMATION @ 21:30 8/3/2010 ,DRILL NEW HOLE F/ 1914' TO 1964'
	22:30 - 23:00	0.50	DRLPRO	05	C	P		CIRC BOTTOMS UP
	23:00 - 0:00	1.00	DRLPRO	06	A	P		TOOH F/ DIRECTIONAL TOOLS
	0:00 - 1:00	1.00	DRLPRO	06	A	P		FINISH TOOH F/ DIR TOOLS
	1:00 - 2:30	1.50	DRLPRO	06	A	P		P/U Q506FBIT, DIRECTIONAL TOOLS & ORIENTATE
	2:30 - 6:00	3.50	DRLPRO	06	A	P		TIH
	6:00 - 16:00	10.00	DRLPRO	02	B	P		DRILL F/ 1964' - 3032' 1068'/10 HR.106.8'/HR WOB 15-18 ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 95/85/90, OFF BOTTOM/ON BOTTOM 890/1200 ,DIFF 200-350 ,WATER W/ GEL & POLY SWEEPS SLID 20' TOTAL @ 350 AZM.
	16:00 - 16:30	0.50	DRLPRO	07	A	P		RIG SERVICE
8/5/2010	16:30 - 20:30	4.00	DRLPRO	02	B	P		DRILL F/ 3032' - 3473' 441'1/4 HR.110.3'/HR WOB 18 - 20K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 98/87/93, OFF BOTTOM/ON BOTTOM 890/1200 ,DIFF 200-350 ,WATER W/ GEL & POLY SWEEPS SLID 10' @ 340AZM.
	20:30 - 21:00	0.50	DRLPRO	08	A	Z		WORK ON THE CROWN-O-MATIC
	21:00 - 0:00	3.00	DRLPRO	02	B	P		DRILL F/ 3473' - 3750' 277'1/3 HR. 92.3'/HR WOB 18 - 20K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 102/89/95, OFF BOTTOM/ON BOTTOM 975/1300 ,DIFF 200-350 ,WATER W/ GEL & POLY SWEEPS SLID 10' @ 330 AZM.
	0:00 - 6:00	6.00	DRLPRO	02	B	P		DRILL F/ 3750' - 4400' 650'6 HR. 108.3'/HR WOB 18 - 20K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 107/95/100, OFF BOTTOM/ON BOTTOM 1000/1300 ,DIFF 200-350 ,WATER W/ GEL & POLY SWEEPS SLID 15' @ 330 AZM.
	6:00 - 11:00	5.00	DRLPRO	02	B	P		DRILL F/ 4400' - 4958' 558'5 HR. 111.6'/HR WOB 18 - 20K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 120/100/112, OFF BOTTOM/ON BOTTOM 1050/1375 ,DIFF 200-350 ,WATER W/ GEL & POLY SWEEPS SLID 5' @ 330 AZM.
	11:00 - 11:30	0.50	DRLPRO	07	A	P		RIG SERVICE WORK THE PIPE RAMS
8/6/2010	11:30 - 0:00	12.50	DRLPRO	02	B	P		DRILL F/ 4958' - 5840' 882'12.5 HR. 70.1'/HR WOB 18 - 20K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 135/123/130, OFF BOTTOM/ON BOTTOM 1200/1530 ,DIFF 200-350 ,WATER W/ GEL & POLY SWEEPS SLID 40' @ 330 AZM.
	0:00 - 6:00	6.00	DRLPRO	02	B	P		STARTED MUDDING UP SLOWLY @ 5650' 30'/VIS 8.7/W.T.
8/6/2010	0:00 - 6:00	6.00	DRLPRO	02	B	P		DRILL F/ 5840' - 6124' 284'6 HR. 47.3'/HR WOB 18 - 20K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 138/125/130, OFF BOTTOM/ON BOTTOM 1350/1725 ,DIFF 200-350 ,SLID 13' @ 330 AZM. ' 34'/VIS 9.7/W.T.



**US ROCKIES REGION**  
**Operation Summary Report**

Well: NBU 1022-27A		Spud Conductor: 5/19/2010		Spud Date: 5/21/2010	
Project: UTAH-UINTAH		Site: NBU 1022-27A		Rig Name No: PIONEER 69/69, PROPETRO/	
Event: DRILLING		Start Date: 5/9/2010		End Date: 8/11/2010	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)		UWI: NBU 1022-27A			

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	6:00 - 13:00	7.00	DRLPRO	02	B	P		DRILL F/ 6124' - 6535', 411'/7 HR. 58.7'/HR WOB 18 - 20K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 147/142/130, OFF BOTTOM/ON BOTTOM 1500/1825 ,DIFF 200-350 , SLID 13' @ 330 AZM. ' 36/VIS 10.1/WT. LOST 125 BBL.@ 6377' - 6535'
	13:00 - 13:30	0.50	DRLPRO	07	A	P		RIG SERVICE /WORK PIPE RAMS AND THE ANNULAR
	13:30 - 14:00	0.50	DRLPRO	08	B	Z		WORK ON THE PUMPS
	14:00 - 0:00	10.00	DRLPRO	02	B	P		DRILL F/ 6535' - 7030', 495'/10 HR. 49.5'/HR WOB 20-22K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 152/138/146, OFF BOTTOM/ON BOTTOM 1800/2180 ,DIFF 200-350 , SLID 20' @ 330 AZM. ' 36/VIS 10.4/WT. 2% LCM
	8/7/2010 0:00 - 6:00	6.00	DRLPRO	02	B	P		DRILL F/ 7030' - 7324', 296'/6 HR. 49.3'/HR WOB 20-22K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 155/140/148, OFF BOTTOM/ON BOTTOM 1825/2175 ,DIFF 200-350 , SLID 17' @ 330 AZM. ' 36/VIS 10.4/WT. 2% LCM
	6:00 - 16:00	10.00	DRLPRO	02	B	P		DRILL F/ 7324' -7767' , 443'/10 HR. 44.3'/HR WOB 20-22K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 163/142/154, OFF BOTTOM/ON BOTTOM 1900/2175 ,DIFF 200-350 , SLID 23' @ 330 AZM. ' 38/VIS 10.8/WT. 2% LCM
	16:00 - 16:30	0.50	DRLPRO	07	A	P		RIG SERVICE
8/8/2010	16:30 - 0:00	7.50	DRLPRO	02	B	P		DRILL F/ 7767' - 8020 , 253'/7.5 HR. 33.7'/HR WOB 20-22K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 168/145/158, OFF BOTTOM/ON BOTTOM 1925/2200 ,DIFF 200-350 , SLID 9' @ 330 AZM. ' 39/VIS 10.8/WT. 2% LCM
	0:00 - 4:00	4.00	DRLPRO	02	B	P		DRILL F/ 8020' -8157' , 137'/4 HR. 34.3'/HR WOB 20-22K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 168/145/158, OFF BOTTOM/ON BOTTOM 2000/2325 ,DIFF 200-350 , SLID 19' @ 330 AZM. ' 42/VIS 11.1/WT. 2% LCM
	4:00 - 4:30	0.50	DRLPRO	05	C	S		CIRCULATE TO PUMP A 40 BBL. 12.2 PILL
	4:30 - 8:30	4.00	DRLPRO	06	I	X		TOH TO REPAIR A HOLE IN THE SURFACE CASING
	8:30 - 13:00	4.50	DRLPRO	22	J	X		CLEANED THE CELLAR, CUT THE CONDUCTOR PIPE OFF AT GROUND LEVEL AND BROKE THE CEMENT TO EXPOSE THE HOLE. DUG DOWN A COUPLE OF FOOT MORE. WELDED THE PATCH ON THE SURFACE CASING.
	13:00 - 20:00	7.00	DRLPRO	06	I	X		BROKE CIRC @ SHOE TIH BROKE CIRCULATION 5000'. WE WASHED THROUGH BRIDGES @ 7000' - 7200'. WASHED DOWN THE LAST 5 JTS. LOST APP 80 BBL. OF MUD ON THE TRIP.
	20:00 - 0:00	4.00	DRLPRO	02	B	P		DRILL F/ 8157' - 8261, 104'/4 HR. 21'/HR WOB 20-22K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 169/154/160, OFF BOTTOM/ON BOTTOM 2072/2441 ,DIFF 200-350 , SLID 15' @ 330 AZM. ' 42/VIS 11.3/WT. 2% LCM
8/9/2010	0:00 - 4:30	4.50	DRLPRO	02	B	P		DRILL F/8261' - 8450', 189'/4.5 HR. 42'/HR WOB 20-22K ,RPM 60 ,MMRPM 95 ,SPM 120 ,GPM 454 ,UP/SO/ROT 173/156/164, OFF BOTTOM/ON BOTTOM 2100/2440 ,DIFF 200-350 , 42/VIS 11.3+/WT. 2% LCM
	4:30 - 6:00	1.50	DRLPRO	05	C	P		CIRCULATE AND CONDITION FOR A WIPER TRIP.
	6:00 - 12:00	6.00	DRLPRO	06	E	P		TOH LD MWD TOOLS AND MUD MOTOR. PU TRI-CONE BIT AND BS
	12:00 - 12:30	0.50	DRLPRO	07	A	P		RIG SERVICE WORKED BLIND RAMS

**US ROCKIES REGION**  
**Operation Summary Report**

Well: NBU 1022-27A		Spud Conductor: 5/19/2010	Spud Date: 5/21/2010
Project: UTAH-UINTAH	Site: NBU 1022-27A		Rig Name No: PIONEER 69/69, PROPETRO/
Event: DRILLING	Start Date: 5/9/2010		End Date: 8/11/2010
Active Datum: RKB @5,454.01ft (above Mean Sea Level)		UWI: NBU 1022-27A	

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
8/10/2010	12:30 - 17:00	4.50	DRLPRO	06	E	P		TIH, NO PROBLEMS
	17:00 - 17:30	0.50	DRLPRO	03	E	P		WASHED 12' TO BOTTOM 11.4+ WT 43 VIS
	17:30 - 19:00	1.50	DRLPRO	05	C	P		CIRCULATED AND CONDITIONED F/ LOGS
	19:00 - 0:00	5.00	DRLPRO	06	B	P		BOTTOMS UP GAS 7150 UNITS NON FLARING
	0:00 - 3:30	3.50	DRLPRO	21	E	S		PUMPED A 50 BBL. 12.4# PILL TOH F/ LOGS NO
	3:30 - 9:30	6.00	DRLPRO	11	C	P		HOLE PROBLEMS
								WAIT ON LOGGERS
8/11/2010	9:30 - 14:30	5.00	DRLPRO	06	A	P		SAFETY MEETING W/ BAKER ATLAS ,R/U & RUN
	14:30 - 16:30	2.00	DRLPRO	05	C	P		TRIPLE COMBO LOGS TO 8471' ,LOG OUT ,( NO
	16:30 - 0:00	7.50	DRLPRO	06	A	P		PROBLEMS )
	0:00 - 2:00	2.00	DRLPRO	06	A	P		P/U RERUN TRICONE & BIT SUB TIH, FILL PIPE @
	2:00 - 2:30	0.50	DRLPRO	12	A	P		SHOE & 5500' ,NO FILL ,( NO PROBLEMS )
	2:30 - 8:30	6.00	DRLPRO	12	C	P		CIRC ,SAFETY MEETING W/ KIMZEY & R/U L/D
	8:30 - 10:00	1.50	DRLPRO	05	D	P		MACHINE
	10:00 - 13:00	3.00	DRLPRO	12	E	P		LDDP ,BREAK KELLY
								L/D BHA ,PULL WEAR RING
	13:00 - 17:00	4.00	DRLPRO	14	A	P		SAFETY MEETING W/ CASERS & R/U

US ROCKIES REGION  
**Operation Summary Report**

Well: NBU 1022-27A		Spud Conductor: 5/19/2010		Spud Date: 5/21/2010	
Project: UTAH-UINTAH		Site: NBU 1022-27A		Rig Name No: PIONEER 69/69, PROPETRO/	
Event: DRILLING		Start Date: 5/9/2010		End Date: 8/11/2010	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)			UWI: NBU 1022-27A		

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	17:00 - 17:00	0.00	DRLPRO					<p>CONDUCTOR CASING: Cond. Depth set: 40 Cement sx used:</p> <p>SPUD DATE/TIME: 5/21/2010 21:00</p> <p>SURFACE HOLE: Surface From depth: 40 Surface To depth: 1,900 Total SURFACE hours: 19.00 Surface Casing size: 8 5/8 # of casing joints ran: 42 Casing set MD: 1,868.0 # sx of cement: 100/LEAD 200/TAIL Cement blend (ppg): 11#/LEAD 15.8/TAIL Cement yield (ft3/sk): 3.82/LEAD 1.15/TAIL # of bbls to surface: 0 TOPPED OF BY PETE MARTIN Describe cement issues: Describe hole issues:</p> <p>PRODUCTION: Rig Move/Skid start date/time: 8/1/2010 0:00 Rig Move/Skid finish date/time: 8/2/2010 15:00 Total MOVE hours: 39.0 Prod Rig Spud date/time: 8/3/2010 19:00 Rig Release date/time: 8/11/2010 17:00 Total SPUD to RR hours: 190.0 Planned depth MD 8,446 Planned depth TVD 8,446 Actual MD: 8,450 Actual TVD: 8,445 Open Wells \$: \$748,760 AFE \$: \$673,958 Open wells \$/ft: \$88.61</p> <p>PRODUCTION HOLE: Prod. From depth: 1,864 Prod. To depth: 8,450 Total PROD hours: 99.5 Log Depth: 8471 Production Casing size: 4.5, 11.6, I-80 BTC # of casing joints ran: 199 Casing set MD: 8,438.1 # sx of cement: 351 LEAD, 1010 TAIL Cement blend (ppg): 11.7 LEAD , 14.3 TAIL Cement yield (ft3/sk): 2.5 LEAD , 1.31 TAIL Est. TOC (Lead &amp; Tail) or 2 Stage : 400' LEAD , 3500' TAIL Describe cement issues: FULL RETURNS Describe hole issues: 2% LCM</p> <p>DIRECTIONAL INFO: KOP: Max angle: Departure: Max dogleg MD:</p>
8/12/2010	-							



# US ROCKIES REGION

## Operation Summary Report

Well: NBU 1022-27A	Spud Conductor: 5/19/2010	Spud Date: 5/21/2010
Project: UTAH-UINTAH	Site: NBU 1022-27A	Rig Name No: GWS 1/1
Event: COMPLETION	Start Date: 8/20/2010	End Date: 8/27/2010
Active Datum: RKB @5,454.01ft (above Mean Sea Level)	UWI: NBU 1022-27A	

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
8/20/2010	7:00 - 7:15	0.25	COMP	48		P		HSM, FLASH FLOODS DO NOT ENTER WASHES IF WATER IS RUNNING HIGH.
	7:15 - 15:00	7.75	COMP	30	A	P		ROAD RIG FROM NBU 1022-170, MIRU SPOT EQUIP, PREP TO TALLY & PU TBG ON MONDAY.
8/23/2010	7:00 - 7:15	0.25	COMP	48		P		HSM, RABBITTING TBG WATCH YOUR HANDS & FEET WHEN RABBIT COMES OUT OF TBG.
	7:15 - 15:00	7.75	COMP	31	I	P		TALLY & PU TBG TO 6,865', POOH, ND BOPS, NU FRAC VALVE, PREP TO PRESS TEST IN AM, SWI, SDFN.
8/24/2010	7:00 - 7:15	0.25	COMP	48		P		HSM, STAY AWAY FROM PRESS ON WELL HEAD & LINES WHILE PRESS TESTING.
	7:15 - 15:00	7.75	COMP	33	C	P		MIRU B&C QUICK TEST & PRESS TEST CSG TO 7,000 PSI RDMO B&C QUICK TEST, MIRU SUPERIOR TO FRAC IN AM, SWI, SDFN.
8/25/2010	6:30 - 6:45	0.25	COMP	48		P		HSM, NEW EMPLOYEE'S KEEP A GOOD EYE ON THEM & EXPLAIN WHAT'S GOING ON.
	6:45 - 10:45	4.00	COMP	36	B	P		MIRU CUTTERS, PRIME UP PUMPING LINE & PRESS TEST SURFACE LINES TO 8,390 PSI W/ SUPERIOR. STAGE 1] PU 3 1/8" EXP GNS, 23 GRM, .36 HOLES, 90 & 120 DEG PHASING. PERF MESA VERDE @ 8,297'-8,300' 4 SPF 12 HOLES, POOH 100' W/ WL, WHP 240 PSI, BRK DOWN BTM PERF W/ 4,798 PSI @ 4.7 BPM, ISIP 2,309 PSI, FG .72, RIH W/ WL PERF MESA VERDE @ 8,125'-27' 3 SPF 6 HOLES, 8,108'-10' 3 SPF 6 HOLES, TOTAL 24 HOLES.  WHP= 1,600 PSI, BRK @ 3,998 PSI @ 4.7 BPM, AFTER FIRST BREAK DOWN OF BTM PERF. PUMP 100 BBLS @ 50.5 BPM 5,986 PSI, = 71% PERFS OPEN 17/24. SCREENED OUT W/ 32 BBLS LEFT IN FLUSH, FLOWED BACK FOR 25 MINUTES, REFLUSHED STAGE W/ 126 BBLS. MP 6,592 PSI MR 51.3 BPM, AP 5,136 PSI AR 44.8 BPM, ISIP 2,537 PSI, FG.75. NPI 228 PSI, PMPD 1,261 BBLS SW & 38,880 LBS OF 30/50 SND & 5,000 LBS OF RESIN SND. TOTAL PROP 43,880 LBS. NOTE PUMPED 3 ISOTOPES OF RA TRACER IN THIS STAGE. BLENDER DENSO NOT WORKING GOING OFF INLINE.

US ROCKIES REGION  
**Operation Summary Report**

Well: NBU 1022-27A		Spud Conductor: 5/19/2010		Spud Date: 5/21/2010	
Project: UTAH-UINTAH		Site: NBU 1022-27A			Rig Name No: GWS 1/1
Event: COMPLETION		Start Date: 8/20/2010		End Date: 8/27/2010	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)			UWI: NBU 1022-27A		

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	10:45 - 15:15	4.50	COMP	36	B	P		<p>STAGE 2] PU 3 1/8" EXP GNS, 23 GRM, .36 HOLES, 90 DEG PHASING. RIH SET 8K CBP @ 7,745' &amp; PERF MESA VERDE @ 7,714'-17' 4 SPF 12 HOLES, POOH 200' W/ WL, WHP 2,100 PSI, BTM PERF WOULDN'T BREAK DOWN, DUMP BAILED 4 GALLON'S ACID @ 7,714', BRK DOWN BTM PERF, W/ 6,879 PSI @ 4.7 BPM, ISIP 2,719 PSI, FG .80, RIH W/ WL PERF MESA VERDE @ 7,624'-27' 4 SPF 12 HOLES, TOTAL 24 HOLES. TRIED 8 TIMES TO BREAK DOWN, BAILED ACID, TOOK3 MORE TIMES TO BREAK DOWN.</p> <p>WHP= 2,320 PSI, BRK @ 5,715 PSI @ 4.7 BPM, AFTER FIRST BREAK DOWN OF BTM PERF. PUMP 100 BBLS @ 41 BPM 5,287 PSI,= 69% PERFS OPEN 16/24. MP 6,129 PSI MR 42.7 BPM, AP 5,320 PSI AR 41.2 BPM, ISIP 2,755 PSI, FG.80. NPI 36 PSI, PMPD 1,232 BBLS SW &amp; 38,412 LBS OF 30/50 SND &amp; 5,000 LBS OF RESIN SND. TOTAL PROP 43,880 LBS. NOTE PUMPED 3 ISOTOPES OF RA TRACER IN THIS STAGE. BLENDER DENSO NOT WORKING GOING OFF INLINE.</p>
	15:15 - 16:30	1.25	COMP	36	B	P		<p>STAGE 3] PU 3 1/8" EXP GNS, 23 GRM, .36 HOLES, 90 DEG PHASING. RIH SET 8K CBP @ 7,390' &amp; PERF MESA VERDE @ 7,358'-60' 4 SPF 8 HOLES, POOH 200' W/ WL, WHP 1,320 PSI, BRK DOWN BTM PERF W/ 3,481 PSI @ 4.7 BPM, ISIP 1,558 PSI, FG .65, RIH W/ WL PERF MESA VERDE @ 7,174'-78' 4 SPF 16 HOLES, TOTAL 24 HOLES.</p> <p>WHP= 794 PSI, BRK @ 2,785 PSI @ 4.9 BPM, AFTER FIRST BREAK DOWN OF BTM PERF. PUMP 100 BBLS @ 50.9 BPM 6,451 PSI,= 70% PERFS OPEN 17/24. MP 6,461 PSI MR 51.3 BPM, AP 5,262 PSI AR 48.3 BPM, ISIP 2,278 PSI, FG.75. NPI 720 PSI, PMPD 668 BBLS SW &amp; 19,294 LBS OF 30/50 SND &amp; 5,000 LBS OF RESIN SND. TOTAL PROP 24,294 LBS. NOTE PUMPED 3 ISOTOPES OF RA TRACER IN THIS STAGE. BLENDER DENSO NOT WORKING GOING OFF INLINE.</p>

US ROCKIES REGION  
**Operation Summary Report**

Well: NBU 1022-27A		Spud Conductor: 5/19/2010		Spud Date: 5/21/2010	
Project: UTAH-UINTAH		Site: NBU 1022-27A		Rig Name No: GWS 1/1	
Event: COMPLETION		Start Date: 8/20/2010		End Date: 8/27/2010	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)			UWI: NBU 1022-27A		

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	16:30 - 18:00	1.50	COMP	36	B	P		<p>STAGE 4J PU 3 1/8" EXP GNS, 23 GRM, .36 HOLES, 90 &amp; 120 DEG PHASING. RIH SET 8K CBP @ 6,941' &amp; PERF MESA VERDE @ 6,910'-12' 4 SPF 8 HOLES, POOH 200' W/ WL, WHP 1,805 PSI, BRK DOWN BTM PERF W/ 3,810 PSI @ 4.7 BPM, ISIP 2,416 PSI, FG .80, RIH W/ WL PERF MESA VERDE @ 6,669'-70' 4 SPF 4 HOLES, 6,639'-41' 3 SPF 6 HOLES, 6,624'-25' 4 SPF 4 HOLES, TOTAL 24 HOLES. TOOK 4 TIMES TO BREAK DOWN.</p> <p>WHP= 963 PSI, BRK @ 3,076 PSI @ 13.6 BPM, AFTER FIRST BREAK DOWN OF BTM PERF. PUMP 100 BBLS @ 50.5 BPM 5,736 PSI,= 79% PERFS OPEN 17/22. MP 6,005 PSI MR 51.5 BPM, AP 5,378 PSI AR 50.9 BPM, ISIP 2,352 PSI, FG.79. NPI -64 PSI, PMPD 1,264 BBLS SW &amp; 42,972 LBS OF 30/50 SND &amp; 5,000 LBS OF RESIN SND. TOTAL PROP 47,972 LBS. NOTE PUMPED 3 ISOTOPES OF RA TRACER IN THIS STAGE. BLENDER DENSO NOT WORKING GOING OFF INLINE. SWI, SDFN.</p>
8/26/2010	7:00 - 7:15	0.25	COMP	48		P		<p>HSM, RIGGING DOWN FRAC EQUIP &amp; WL EQUIP. WHP 1487 PSI. STAGE 5J PU 3 1/8" EXP GNS, 23 GRM, .36 HOLES, 90 DEG PHASING. RIH SET 8K CBP @ 5,288' &amp; PERF WASATCH @ 5,250'-56' 4 SPF 24 HOLES, TOTAL 24 HOLES.</p> <p>WHP= 143 PSI, BRK @ 2,567 PSI @ 1.5 BPM, ISIP 1351 PSI, FG .70. PUMP 100 BBLS @ 40 BPM 3,292 PSI,= 74% PERFS OPEN 18/24. MP 4,354 PSI MR 55.8 BPM, AP 3,058 PSI AR 41.2 BPM, ISIP 1,504 PSI, FG.73. NPI 153 PSI, PMPD 516 BBLS SW &amp; 11,975 LBS OF 30/50 SND &amp; 5,000 LBS OF RESIN SND. TOTAL PROP 16,975 LBS. 4,300 LBS SHORT OF 30/50 SND. BLENDER DENSO NOT WORKING GOING OFF INLINE. TOTAL WATER 4,941 BBLS, SAND 176,533 LBS. SET TOP KILL 8K CBP @ 5,195', RD CUTTERS &amp; SUPERIOR. RD FLOOR, ND FRAC VALVE, NU BOP &amp; TEST TO 3,000 PSI, PU 3 7/8" BIT, POBS &amp; TIH W/ 82 STDs OF TBG TO 5,150', RU POWER SWIVEL FOR DRLG CBP'S IN AM, SWI, SDFN.</p>
	7:15 - 15:00	7.75	COMP	36	B	P		
8/27/2010	7:00 - 7:15	0.25	COMP	48		P		<p>HSM, HOUSE KEEPING</p>



**US ROCKIES REGION**  
**Operation Summary Report**

Well: NBU 1022-27A		Spud Conductor: 5/19/2010		Spud Date: 5/21/2010	
Project: UTAH-UINTAH		Site: NBU 1022-27A		Rig Name No: GWS 1/1	
Event: COMPLETION		Start Date: 8/20/2010		End Date: 8/27/2010	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)			UWI: NBU 1022-27A		

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	7:15 - 15:00	7.75	COMP	44	C	P		<p>BREAK CIRC CONVENTIONAL START DRLG PLUGS.</p> <p>C/O 5' SAND, TAG 1ST PLUG @ 5,195' DRL PLUG IN 5 MIN. 0 PSI INCREASE RIH.</p> <p>C/O 20' SAND, TAG 2ND PLUG @ 5,288' DRL PLUG IN 6 MIN. 150 PSI INCREASE RIH.</p> <p>C/O 25' SAND, TAG 3RD PLUG @ 6,941' DRL PLUG IN 8 MIN. 250 PSI INCREASE RIH.</p> <p>C/O 30' SAND, TAG 4TH PLUG @ 7,390' DRL PLUG IN 10 MIN. 500 PSI INCREASE RIH.</p> <p>C/O 30' SAND, TAG 5TH PLUG @ 7,745' DRL PLUG IN 8 MIN. 300 PSI INCREASE RIH</p> <p>RIH TO PBTD @ 8,393' W/ 266 JTS 2 3/8" J-55 TBG, RD POWER SWIVEL, LD 26 JTS, LAND TBG W/ 240 JTS 2 3/8" J-55 TBG, EOT @ 7,581.37', SN @ 7,579.17'.</p> <p>RD FLOOR, ND BOPS, NU WH, DROP BALL TO SHEAR OFF BIT W/ 1,000 PSI.</p> <p>TURN OVER TO FLOW BACK CREW. RD PARK RIG ON LOCATION MOVE MONDAY TO FEDERAL 1022-27H. SDFWE.</p> <p>KB= 18' 4 1/16 HANGER= .83' 240 JTS 2 3/8 J-55 = 7,560.34' PIPE DELIVERED: 286 JTS POBS= 2.20' PIPE USED: 240 JTS EOT @ 7,581.37' PIPE RETURNED: 46 JTS SN @ 7,579.17'</p> <p>TWTR= 4,941 BBLS TWR= 850 BBLS TWLTR= 4,091 BBLS 7 AM FLBK REPORT: CP 1600#, TP 700#, 20/64" CK, 28 BWPH, HVY SAND, - GAS TTL BBLS RECOVERED: 1889 BBLS LEFT TO RECOVER: 3052 7 AM FLBK REPORT: CP 1750#, TP 775#, 20/64" CK, 31 BWPH, HVY SAND, - GAS TTL BBLS RECOVERED: 2578 BBLS LEFT TO RECOVER: 2363 WELL TURNED TO SALES @ 0857 HR ON 8/29/2010 - 820 MCFD, 840 BWPD, CP 1700#, FTP 800#, CK 20/64"</p> <p>7 AM FLBK REPORT: CP 1600#, TP 725#, 20/64" CK, 21 BWPH, MED SAND, - GAS TTL BBLS RECOVERED: 3120 BBLS LEFT TO RECOVER: 1821 7 AM FLBK REPORT: CP 1500#, TP 700#, 20/64" CK, 20 BWPH, MED SAND, 900TH GAS TTL BBLS RECOVERED: 3663 BBLS LEFT TO RECOVER: 1278</p>
8/28/2010	7:00 -			33	A			
8/29/2010	7:00 -			33	A			
	8:57 -		PROD	50				
8/30/2010	7:00 -			33	A			
8/31/2010	7:00 -			33	A			

**US ROCKIES REGION**  
**Operation Summary Report**

Well: NBU 1022-27A			Spud Conductor: 5/19/2010			Spud Date: 5/21/2010		
Project: UTAH-UINTAH			Site: NBU 1022-27A				Rig Name No: GWS 1/1	
Event: COMPLETION			Start Date: 8/20/2010				End Date: 8/27/2010	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)				UWI: NBU 1022-27A				
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
9/1/2010	7:00 -			33	A			7 AM FLBK REPORT: CP 1350#, TP 650#, 20/64" CK, 12 BWPH, light SAND, - GAS TTL BBLS RECOVERED: 4038 BBLS LEFT TO RECOVER: 903
9/2/2010	7:00 -							WELL IP'D ON 9/2/10 - 961 MCFD, 0 BOPD, 480 BHPD, CP 1109#, FTP 506#, CK 20/64", LP 144#, 24 HRS

## 1 General

### 1.1 Customer Information

Company	US ROCKIES REGION
Representative	
Address	

### 1.2 Well Information

Well	NBU 1022-27A	Wellbore No.	OH
Well Name	NBU 1022-27A	Common Name	NBU 1022-27A
Project	UTAH-UINTAH	Site	NBU 1022-27A
Vertical Section Azimuth	0.00 (°)	North Reference	True
Origin N/S	0.0 (ft)	Origin E/W	0.0 (ft)
Spud Date	5/21/2010	UWI	NBU 1022-27A
Active Datum	RKB @5,454.00ft (above Mean Sea Level)		

## 2 Survey Name

### 2.1 Survey Name: Survey #1

Survey Name	Survey #1	Company	PRO PETRO
Started	5/22/2010	Ended	
Tool Name	MMS	Engineer	Anadarko

#### 2.1.1 Tie On Point

MD (ft)	Inc (°)	Azi (°)	TVD (ft)	N/S (ft)	E/W (ft)
14.00	0.00	0.00	14.00	0.00	0.00

#### 2.1.2 Survey Stations

Date	Type	MD (ft)	Inc (°)	Azi (°)	TVD (ft)	N/S (ft)	E/W (ft)	V. Sec (ft)	DLeg (°/100ft)	Build (°/100ft)	Turn (°/100ft)	TFace (°)
5/22/2010	Tie On	14.00	0.00	0.00	14.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
5/22/2010	NORMAL	514.00	0.40		514.00	1.75	0.00	1.75	0.08	0.08	0.00	0.00
	NORMAL	1,364.00	0.89		1,363.94	11.31	0.00	11.31	0.06	0.06	0.00	0.00
	NORMAL	1,914.00	1.10		1,913.86	20.86	0.00	20.86	0.04	0.04	0.00	0.00

### 2.2 Survey Name: Survey #2

Survey Name	Survey #2	Company	SCIENTIFIC
Started	8/4/2010	Ended	
Tool Name	MWD	Engineer	JARED

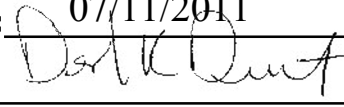
#### 2.2.1 Tie On Point

MD (ft)	Inc (°)	Azi (°)	TVD (ft)	N/S (ft)	E/W (ft)
1,914.00	1.10	172.39	1,913.86	-10.31	2.26

## 2.2.2 Survey Stations

Date	Type	MD (ft)	Inc (°)	Azi (°)	TVD (ft)	N/S (ft)	E/W (ft)	V. Sec (ft)	DLeg (°/100ft)	Build (°/100ft)	Turn (°/100ft)	TFace (°)
8/4/2010	Tie On	1,914.00	1.10	172.39	1,913.86	-10.31	2.26	-10.31	0.00	0.00	0.00	0.00
8/4/2010	NORMAL	1,934.00	1.43	172.39	1,933.86	-10.75	2.32	-10.75	1.65	1.65	0.00	0.00
	NORMAL	2,252.00	1.99	174.14	2,251.71	-20.17	3.41	-20.17	0.18	0.18	0.55	6.20
	NORMAL	2,567.00	1.57	178.91	2,566.56	-29.93	4.05	-29.93	0.14	-0.13	1.51	162.94
	NORMAL	2,882.00	0.96	193.55	2,881.48	-36.81	3.51	-36.81	0.22	-0.19	4.65	159.27
	NORMAL	3,226.00	1.77	181.62	3,225.38	-44.92	2.69	-44.92	0.25	0.24	-3.47	-25.36
	NORMAL	3,511.00	1.96	155.83	3,510.24	-53.77	4.56	-53.77	0.30	0.07	-9.05	-90.34
8/5/2010	NORMAL	3,823.00	1.97	162.70	3,822.05	-63.75	8.34	-63.75	0.08	0.00	2.20	91.01
	NORMAL	4,139.00	1.56	146.50	4,137.90	-72.53	12.33	-72.53	0.20	-0.13	-5.13	-137.32
	NORMAL	4,458.00	1.69	149.08	4,456.78	-80.18	17.14	-80.18	0.05	0.04	0.81	30.66
	NORMAL	4,774.00	1.78	142.28	4,772.63	-88.06	22.54	-88.06	0.07	0.03	-2.15	-69.81
	NORMAL	5,089.00	2.57	144.18	5,087.40	-97.66	29.66	-97.66	0.25	0.25	0.60	6.17
	NORMAL	5,406.00	1.96	145.98	5,404.15	-107.92	36.86	-107.92	0.19	-0.19	0.57	174.25
	NORMAL	5,717.00	2.11	144.72	5,714.96	-117.00	43.14	-117.00	0.05	0.05	-0.41	-17.24
8/6/2010	NORMAL	6,005.00	2.31	137.71	6,002.74	-125.62	50.11	-125.62	0.12	0.07	-2.43	-57.04
	NORMAL	6,352.00	1.97	130.42	6,349.50	-134.66	59.35	-134.66	0.13	-0.10	-2.10	-144.92
	NORMAL	6,640.00	2.28	148.10	6,637.31	-142.73	66.15	-142.73	0.25	0.11	6.14	73.70
	NORMAL	6,956.00	2.59	163.19	6,953.02	-154.90	71.53	-154.90	0.22	0.10	4.78	71.86
8/7/2010	NORMAL	7,271.00	3.07	160.99	7,267.64	-169.69	76.34	-169.69	0.16	0.15	-0.70	-13.85
	NORMAL	7,588.00	2.44	153.79	7,584.27	-183.77	82.09	-183.77	0.23	-0.20	-2.27	-154.78
	NORMAL	7,903.00	2.21	146.15	7,899.01	-194.83	88.43	-194.83	0.12	-0.07	-2.43	-130.35
8/8/2010	NORMAL	8,219.00	3.31	144.84	8,214.64	-207.35	97.08	-207.35	0.35	0.35	-0.41	-3.94
8/9/2010	NORMAL	8,397.00	4.18	140.49	8,392.26	-216.56	104.16	-216.56	0.51	0.49	-2.44	-20.26
	NORMAL	8,450.00	4.18	140.90	8,445.12	-219.55	106.61	-219.55	0.06	0.00	0.77	90.20



<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		<b>FORM 9</b>			
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0473			
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>			
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES			
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>8. WELL NAME and NUMBER:</b> NBU 1022-27A			
<b>4. LOCATION OF WELL FOOTAGES AT SURFACE:</b> 1058 FNL 0413 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S		<b>9. API NUMBER:</b> 43047500980000			
<b>PHONE NUMBER:</b> 720 929-6515 Ext		<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES			
<b>COUNTY:</b> UINTAH		<b>STATE:</b> UTAH			
<b>11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</b>					
<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>				
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 7/5/2011  <input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:  <input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:  <input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<table style="width: 100%; border: none;"> <tr> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ACIDIZE  <input type="checkbox"/> CHANGE TO PREVIOUS PLANS  <input type="checkbox"/> CHANGE WELL STATUS  <input type="checkbox"/> DEEPEN  <input type="checkbox"/> OPERATOR CHANGE  <input type="checkbox"/> PRODUCTION START OR RESUME  <input type="checkbox"/> REPERFORATE CURRENT FORMATION  <input type="checkbox"/> TUBING REPAIR  <input type="checkbox"/> WATER SHUTOFF  <input type="checkbox"/> WILDCAT WELL DETERMINATION         </td> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ALTER CASING  <input type="checkbox"/> CHANGE TUBING  <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS  <input type="checkbox"/> FRACTURE TREAT  <input type="checkbox"/> PLUG AND ABANDON  <input type="checkbox"/> RECLAMATION OF WELL SITE  <input type="checkbox"/> SIDETRACK TO REPAIR WELL  <input type="checkbox"/> VENT OR FLARE  <input type="checkbox"/> SI TA STATUS EXTENSION  <input checked="" type="checkbox"/> OTHER         </td> <td style="width: 33%; vertical-align: top;"> <input checked="" type="checkbox"/> <b>CASING REPAIR</b>  <input type="checkbox"/> CHANGE WELL NAME  <input type="checkbox"/> CONVERT WELL TYPE  <input type="checkbox"/> NEW CONSTRUCTION  <input type="checkbox"/> PLUG BACK  <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION  <input type="checkbox"/> TEMPORARY ABANDON  <input type="checkbox"/> WATER DISPOSAL  <input type="checkbox"/> APD EXTENSION            OTHER: <span style="border: 1px solid black; padding: 2px;">Wellhead Repair</span> </td> </tr> </table>		<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input checked="" type="checkbox"/> OTHER	<input checked="" type="checkbox"/> <b>CASING REPAIR</b> <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER: <span style="border: 1px solid black; padding: 2px;">Wellhead Repair</span>
<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input checked="" type="checkbox"/> OTHER	<input checked="" type="checkbox"/> <b>CASING REPAIR</b> <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER: <span style="border: 1px solid black; padding: 2px;">Wellhead Repair</span>			
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</b> The operator requests approval to conduct wellhead/casing repair operations on the subject well location. Please find the attached procedure for the proposed repair work on the subject well location.					
<b>Accepted by the Utah Division of Oil, Gas and Mining</b>  Date: <u>07/11/2011</u> By: <u></u>					
<b>NAME (PLEASE PRINT)</b> Gina Becker		<b>PHONE NUMBER</b> 720 929-6086			
<b>SIGNATURE</b> N/A		<b>TITLE</b> Regulatory Analyst II			
<b>DATE</b> 7/5/2011					

**WORKORDER #: 88119335**

Name: **NBU 1022-27A** 7/1/2011  
 Surface Location: NENE Sec. 27, T10S, R22E  
 Uintah County, UT

API: 4304750098 LEASE#: UTU-473

ELEVATIONS: 5436' GL 5454' KB

TOTAL DEPTH: 8450' PBTD: 8394'

SURFACE CASING: 8 5/8", 28# J-55 @ 1884'

PRODUCTION CASING: 4 1/2", 11.6#, I-80 @ 8438'  
 TOC @ 710' per CBL (with min 50' isolation)

PERFORATIONS: Wasatch 5250' - 5256'  
 Mesaverde 6624' - 8300'

Tubular/Borehole	Drift inches	Collapse psi	Burst psi	Capacities		
				Gal./ft.	Cuft./ft.	Bbl./ft.
2.375" 4.7# J-55 tbg.	1.901	8100	7700	0.1624	0.02171	0.00387
4.5" 11.6# I-80	3.875	6350	7780	0.6528	0.0872	0.0155
8.625" 28# J-55	8.097	1370	2950	2.6223	0.3505	0.0624
<b>Annular Capacities</b>						
2.375" tbg. X 4 1/2" 11.6# csg				0.4227	0.0565	0.01

**GEOLOGICAL TOPS:**

1026' Green River  
 1306' Bird's Nest  
 1711' Mahogany  
 4011' Wasatch  
 6247' Mesaverde

## **NBU 1022-27A- WELLHEAD REPAIR PROCEDURE**

### **PREP-WORK PRIOR TO MIRU:**

1. Dig out down to the 2" surface casing valve or to the valve on the riser off the surface casing.
2. Install a tee with 2 valves, with a pressure gauge and sensor on one valve.
3. Open casing valve and record pressures.
4. Install nipple and steel hose on the other valve, the relief valve,. Do not use hammer unions. No impact equipment or tools to be used for any of this installation. Extend hose and hard piping to a downwind location at least 100' from the wellhead. Consider installing a manifold so that vent area could be in two locations approx. 90 degrees apart from the wellhead.
5. Open the relief valve and blow well down to the atmosphere.
6. Make a determination of amount of gas flow, either by installation of a choke nipple, bucket test or other.
7. Shut well in. Observe for rate of build-up by utilizing sensor data. Do not build-up for more than 24 hours. Vent gas through the vent line and leave open to the atmosphere.

### **WORKOVER PROCEDURE:**

1. MIRU workover rig.
2. Kill well with 10# brine / KCL (dictated by well pressure ).
3. Remove tree, install double BOP with blind and 2 3/8" pipe rams, with accumulator closing unit and manual back-ups. Function test BOP system.
4. POOH w/ tubing laying down extra tubing.
5. Rig up wireline service. RIH and set CBP @ ~5200'. Dump bail 4 sx cement on top of plug. POOH and RD wireline service. TIH w/ tubing and seating nipple. Land tubing ±60' above cement. RDMO.
6. Monitor well pressures. If surface casing is dead. MIRU. ND WH and NU BOP. POOH w/ tubing.
7. Depending on conditions at wellsite, continue with either CUT/PATCH Procedure or BACK-OFF Procedure.

**CUT/PATCH PROCEDURE:**

1. PU internal casing cutters and RIH. Cut casing at +/- 30' from surface.
2. POOH, LD cutters and casing.
3. PU 7 3/8" overshoot with 4 1/2" right hand standard wicker grapple, 1 - 4 3/4" drill collar with 3 1/2" IF threads, pup joint, manual bumper sub, and crossovers. If casing cut is deeper than ±30' utilize >7000 ft-lb torque pipe as needed. Pull a minimum of 10,000# to keep grapple engaged if cement top is high (<~900'). If cement top is low (>~900'), more weight will be required to put casing in neutral. Torque casing string to ±7000 ft-lbs, count number of turns to make-up, and document in the daily report. Ensure that tongs are safely anchored to rig and that all personnel are at a safe working distance from the tongs during torque-up and torque release. After initial make-up, place pipe torque to neutral and mark pipe. Place ±7000 ft-lbs on casing a second time, count turns, then return pipe torque to neutral and count turns. Repeat if torque-up turns do not equal torque release turns. Once torque-in equals torque-out, release overshoot, POOH, and lay down.
4. TIH w/ skirted mill and dress off the fish top for approximately 1/2 hour. TOOH.
5. PU & RIH w/ 4 1/2" 10k external casing patch on 4 1/2" P-110 casing. Ensure that sliding sleeve assembly shifts ±3' and casing tags no-go portion of patch. NOTE: Shear pins will shear at 3500 to 4500 lbs.
6. Latch fish, PU to 100,000# tension. RU B&C. Cycle pressure test to 3500 psi.
7. Install slips. Land casing w/ 80,000# tension.
8. Cut-off and dress 4 1/2" casing stub.
9. NUWH. PU 3 7/8" bit, POBS and RIH. D/O cement and plug ~5150'. Clean out to PBSD (8394').
10. POOH, land tbg and pump off POBS.
11. NUWH, RDMO. Turn well over to production ops.

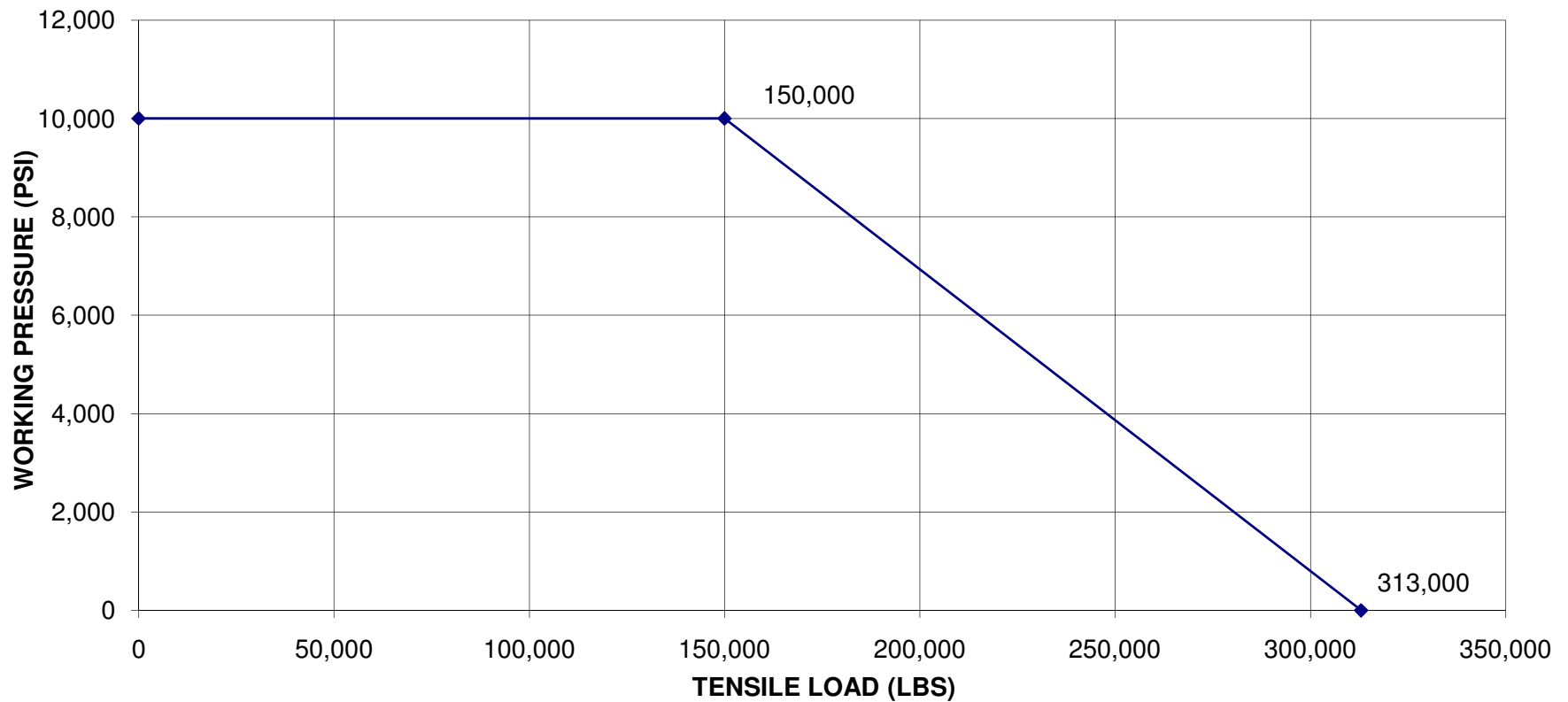
**BACK-OFF PROCEDURE:**

1. PU internal casing cutters and RIH. Cut casing at +/- 6' from surface.
2. POOH, LD cutters and casing.
3. PU 4 1/2" overshoot. RIH, latch fish. Pick string weight to neutral.
4. MIRU casing crew and wireline services. RIH and shoot string shot at casing collar @ ± 46'.
5. Back-off casing, POOH.



6. PU new casing joint with buttress threads and entry guide and RIH. Tag casing top. Thread into casing and torque up to  $\pm 7000$  ft-lbs, count number of additional turns to make-up, and document in the daily report. Ensure that tongs are safely anchored to rig and that all personnel are at a safe working distance from the tongs during torque-up and torque release. After initial make-up, place pipe torque to neutral and mark pipe. Place  $\pm 7000$  ft-lbs on casing a second time, count turns, then return pipe torque to neutral and count turns. Repeat if torque-up turns do not equal torque release turns. Once torque-in equals torque-out go to step 7.
7. PU 100,000# tension string weight. RU B&C. Cycle pressure test to 3500 psi.
8. Install slips. Land casing w/ 80,000# tension.
9. Cut-off and dress 4 1/2" casing stub.
10. NUWH. PU 3 7/8" bit, POBS and RIH. D/O cement and plug ~5150'. Clean out to PBTD (8394').
11. POOH, land tbg and pump off POBS.
12. NUWH, RDMO. Turn well over to production ops.

**STRENGTH DATA FOR LOGAN 5.88" OD "L" TYPE CSG PATCH  
4-1/2 CASING, 10K PSI MAX WP 125K YIELD MAT'L  
LOGAN ASSEMBLY NO. 510L-005 -000**



COLLAPSE PRESSURE:  
11,222 PSI @ 0 TENSILE  
8,634 PSI @ 220K TENSILE

Tensile Strength @ Yield:  
Tensile Strength w/ 0 Int. Press.= 472,791lbs.  
Tensile Strength w/ 10K Int. Press.= 313,748lbs.

DATA BY SLS 11/16/2009

**RECEIVED** Jul. 05, 2011



---

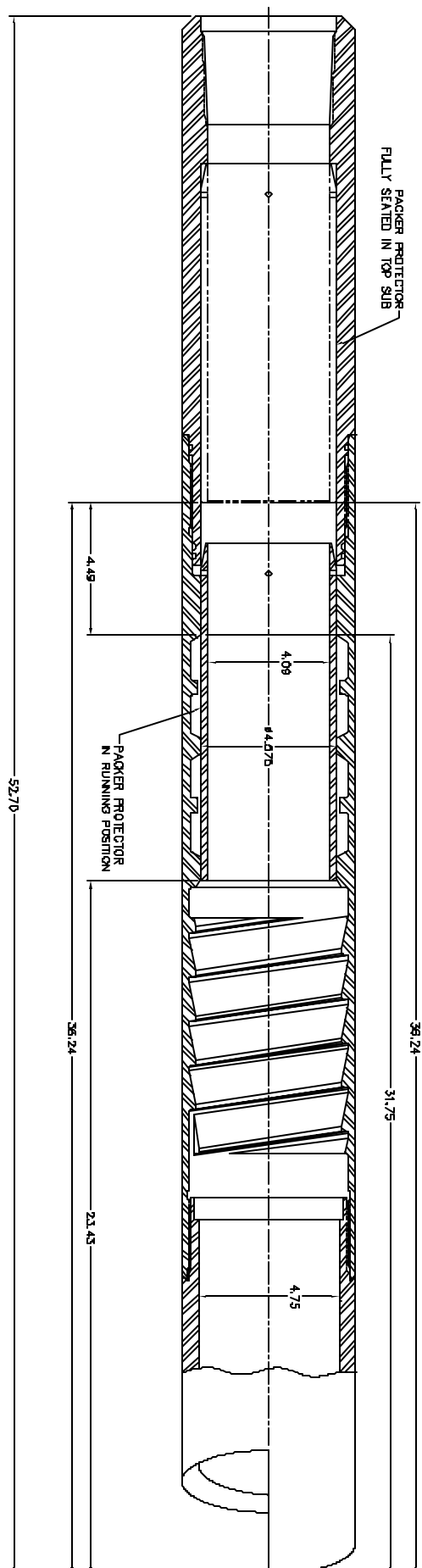
## **Logan High Pressure Casing Patches Assembly Procedure**

All parts should be thoroughly greased before being assembled.

1. Install all four Logan Type "L" Packers in the spaces provided in the Casing Patch Bowl. Refer to diagram provided for proper installation.
2. Install Packer Protector from the Basket Grapple end of the Bowl. The beveled end of the Packer Protector goes in first. Carefully push the Packer Protector through the four Type "L" Packers.
3. Align Shear Pin Holes in Packer Protector so that the holes have just passed into the counter bore at the Top Sub end, refer to diagram. The Packer Protector is provided with four Shear Pin Holes. Use only two holes, 180 degrees apart and install the pins.
4. Screw the Basket Grapple in from the lower end of the Bowl, using left-hand rotation. The Tang Slot in the Basket Grapple must land in line with the slot in the Bowl.
5. Insert the Basket Grapple Control into the end of the Bowl. Align Tang on the Basket Grapple Control with the Tang Slot of the Bowl and Basket Grapple. This secures the Bowl and the Basket Grapple together.
6. Install the Cutlipped Guide into the lower end of the Bowl.
7. Install O-Rings on the two five-foot long Extensions. Screw the first Extension into the top end of the Bowl. Screw the second Extension into the top end of the first Extension.
8. Install O-Ring on Top Sub. Screw Top Sub into top end of second Extension.

Follow recommended Make-Up Torque as provided in chart.

510L-005-001 4-1/2" LOGAN HP CASING PATCH



<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		<b>FORM 9</b>
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0473
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>8. WELL NAME and NUMBER:</b> NBU 1022-27A
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 1058 FNL 0413 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S		<b>9. API NUMBER:</b> 43047500980000
<b>PHONE NUMBER:</b> 720 929-6511		<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES
<b>COUNTY:</b> UINTAH		<b>STATE:</b> UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>	
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	
<input checked="" type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: 9/21/2011	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	
<input type="checkbox"/> SPUD REPORT Date of Spud:	<input checked="" type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION	
<input type="checkbox"/> DRILLING REPORT Report Date:	OTHER: <input style="width: 100px;" type="text"/>	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  The operator has concluded the wellhead/casing repairs on the subject well location. Please see that attached chronological history for details of the operations.		
Accepted by the Utah Division of Oil, Gas and Mining <b>FOR RECORD ONLY</b> July 18, 2012		
<b>NAME (PLEASE PRINT)</b> Jaime Scharnowski	<b>PHONE NUMBER</b> 720 929-6304	<b>TITLE</b> Regularatory Analyst
<b>SIGNATURE</b> N/A	<b>DATE</b> 7/17/2012	



**US ROCKIES REGION**  
**Operation Summary Report**

Well: NBU 1022-27A				Spud Conductor: 5/19/2010				Spud Date: 5/21/2010			
Project: UTAH-UINTAH				Site: NBU 1022-27A				Rig Name No: LEED 698/698			
Event: WELL WORK EXPENSE				Start Date: 9/19/2011				End Date: 9/21/2011			
Active Datum: RKB @5,454.01ft (above Mean Sea Level)				UWI: NBU 1022-27A							
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation			
9/19/2011	7:00 - 7:30	0.50	ALL	48		P		HSM, REVIEW RU.			
	7:30 - 9:00	1.50	MIRU	30	A	P		MIRU.			
	9:00 - 10:00	1.00	ALL	30	F	P		FCP. 54 PSI. FTP. 54 PSI. BLEW TBG DWN, CONTROL TBG W/ 10 BBLs, ND WH, NU BOP'S, RU FLOOR & TBG EQUIPMENT, UNLAND TBG HANGER.			
	10:00 - 12:00	2.00	ALL	31	I	P		POOH 240 JTS. 2-3/8 J-55 TBG, LD XN.			
	12:00 - 15:00	3.00	ALL	34	I	P		RU J-W WIRELINE COMPANY, RIH & SET CIBP @ 5200', POOH, RU J-W WIRELINE COMPANY, FILL CSG W/ T-MAC, P.T. PLUG TO 3000 PSI. HELD, SWI, SDFN.			
9/20/2011	7:00 - 7:15	0.25	ALL	48		P		HSM, REVIEW BACK-OFF PROCEDURE			
	7:15 - 7:30	0.25	ALL	47	A	P		ND BOP'S, ND CSG BOWL, RU PWR SWVL.			
	7:30 - 8:00	0.50	ALL	31	B	P		PU INTERNAL CSG CUTTERS & RIH, CUT CSG @ 3' F/ SURFACE, POOH, LD CUTTER & CSG MANDRAL, RD PWR SWVL, PU 4-1/2 OVERSHOT, RIH, LATCH FISH, RU CSG CREW & WIRELINE SERVICES, STRING SHOT CSG COLLAR, BACK-OFF CSG PUP JNT, POOH, PU NEW 10' CSG PUP JNT, TAG CSG TOP, THREAD INTO CSG, TORQUE CSG TO 7000# W/ 25 ROTATIONS, PU 100,000# TENSION.			
	8:00 - 9:15	1.25	ALL	33	C	P		RU B&C QUICK TEST, P.T.4-1/2 CSG TO 1000 PSI. FOR 15 MINS, LOST 7.5 PSI. IN 15 MINS, P.T. 4-1/2 CSG TO 3500 PSI. FOR 30 MINS, LOST 20 PSI. IN 30 MINS, RD B&C QUICK TEST.			
	9:15 - 11:10	1.92	ALL	47	C	P		SET C-21 SLIPS W/ 90,000# TENSION, CUT-OFF & DRESS 4-1/2 CSG STUB, INSTALL FLANGE & CROSSOVER SPOOL, NU CSG BOWL & BOP'S, RU FLOOR & TBG EQUIPMENT.			
	11:10 - 12:30	1.33	ALL	31	I	P		PU 3-7/8 MILL & RIH W/ 165 JTS. 2-3/8 J-55 TBG, TAG CIBP @ 5200'			
	12:30 - 13:30	1.00	ALL	44	C	P		RU PWR SWVL, RU TECH FOAM, EST CIRC IN 20 MINS, D/O CIBP @ 5200' IN 22 MINS, HAD 25 PSI. INCREASE, LD PWR SWVL,			
	13:30 - 17:00	3.50	ALL	31	I	P		RIH 75 JTS. 2-3/8 J-55 TBG, F/ DERRICK, PU 26 JTS. 2-3/8 J-55 TBG F/ TRAILER, TAG PBTD @ 8394' W/ 266 JTS. LD 1 JNT, CIRC HOLE CLEAN, RD PWR SWVL, POOH LD 25 JTS. 2-3/8 J-55 TBG ON TRAILER, POOH 144 JTS. TBG, EOT @ 3034' W/ 96 JTS. LEFT, SWI, SDFN.			
	9/21/2011	7:00 - 7:30	0.50	ALL	48		P		HSM, REVIEW TRIPPING TBG & BROACHING TBG.		

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 1022-27A		Spud Conductor: 5/19/2010		Spud Date: 5/21/2010	
Project: UTAH-UINTAH		Site: NBU 1022-27A			Rig Name No: LEED 698/698
Event: WELL WORK EXPENSE		Start Date: 9/19/2011		End Date: 9/21/2011	
Active Datum: RKB @5,454.01ft (above Mean Sea Level)			UWI: NBU 1022-27A		

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	7:30 - 12:00	4.50	ALL	31	I	P		BLEW TBG DWN, CONTROL TBG W/ 10 BBLS, POOH 96 JTS. LD MILL, PU 1.875 XN HALF POBS & RIH 120 JTS. 2-3/8 J-55 TBG, RU SWAB EQUIPMENT, RIH 1.9 BROACH TO EOT @ 3780', POOH & LD SWAB EQUIPMENT, RIH 120 JTS. 2-3/8 J-55 TBG, RU SWAB EQUIPMENT, RIH W 1.9 BROACH TO EOT @ 3780', POOH & RD SWAB EQUIPMENT, LAND TBG HANGER, RD FLOOR & TBG EQUIPMENT, ND BOP'S, NU WH, RDMO, MOVE TO NBU 1022-22P.  TBG DETAIL  KB-----18' HANGER-----.83" 240 JTS. 2-3/8 J-55 TBG @-----7560.34' 1.875 XN HALF POBS-----2.20' EOT @-----7581.37' WLTR. 45 BBLS. TOP PERF @ 5250' BTM PERF @ 8300' PBSD @ 8394' API # 4304750098-00-S1

**STATE OF UTAH**  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

FORM 6

**ENTITY ACTION FORM**

Operator: KERR McGEE OIL & GAS ONSHORE LP Operator Account Number: N 2995  
Address: P.O. Box 173779  
city DENVER  
state CO zip 80217 Phone Number: (720) 929-6100

**Well 1**

API Number	Well Name		QQ	Sec	Twp	Rng	County
4304750098	NBU 1022-27A		NENE	27	10S	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date			Entity Assignment Effective Date	
<u>B</u>	99999	<u>2900</u>	5/19/2010			<u>6/7/10</u>	
<b>Comments:</b> MIRU PETE MARTIN BUCKET RIG. <u>WSMVB</u> SPUD WELL LOCATION ON 5/19/2010 AT 09:00 HRS.							

**Well 2**

API Number	Well Name		QQ	Sec	Twp	Rng	County
4304750096	FEDERAL 1022-27H		SENE	27	10S	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date			Entity Assignment Effective Date	
<u>A</u>	99999	<u>17626</u>	5/19/2010			<u>6/7/10</u>	
<b>Comments:</b> MIRU PETE MARTIN BUCKET RIG. <u>WSMVB</u> SPUD WELL LOCATION ON 5/19/2010 AT 14:00 HRS.							

**Well 3**

API Number	Well Name		QQ	Sec	Twp	Rng	County
Action Code	Current Entity Number	New Entity Number	Spud Date			Entity Assignment Effective Date	
<b>Comments:</b>							

**ACTION CODES:**

- A - Establish new entity for new well (single well only)
- B - Add new well to existing entity (group or unit well)
- C - Re-assign well from one existing entity to another existing entity
- D - Re-assign well from one existing entity to a new entity
- E - Other (Explain in 'comments' section)

**RECEIVED**  
**MAY 25 2010**

ANDY LYTLE

Name (Please Print)

Signature

REGULATORY ANALYST

Title

5/20/2010

Date

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		<b>FORM 9</b>																														
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0473																														
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>  <b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES																														
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>8. WELL NAME and NUMBER:</b> NBU 1022-27A																														
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>9. API NUMBER:</b> 43047500980000																														
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 1058 FNL 0413 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S		<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES  <b>COUNTY:</b> Uintah  <b>STATE:</b> UTAH																														
<b>11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</b>																																
<b>TYPE OF SUBMISSION</b>  <input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 4/23/2015  <input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:  <input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:  <input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<b>TYPE OF ACTION</b>  <table style="width: 100%;"> <tr> <td><input type="checkbox"/> ACIDIZE</td> <td><input type="checkbox"/> ALTER CASING</td> <td><input type="checkbox"/> CASING REPAIR</td> </tr> <tr> <td><input type="checkbox"/> CHANGE TO PREVIOUS PLANS</td> <td><input type="checkbox"/> CHANGE TUBING</td> <td><input type="checkbox"/> CHANGE WELL NAME</td> </tr> <tr> <td><input type="checkbox"/> CHANGE WELL STATUS</td> <td><input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS</td> <td><input type="checkbox"/> CONVERT WELL TYPE</td> </tr> <tr> <td><input type="checkbox"/> DEEPEN</td> <td><input type="checkbox"/> FRACTURE TREAT</td> <td><input type="checkbox"/> NEW CONSTRUCTION</td> </tr> <tr> <td><input type="checkbox"/> OPERATOR CHANGE</td> <td><input checked="" type="checkbox"/> PLUG AND ABANDON</td> <td><input type="checkbox"/> PLUG BACK</td> </tr> <tr> <td><input type="checkbox"/> PRODUCTION START OR RESUME</td> <td><input type="checkbox"/> RECLAMATION OF WELL SITE</td> <td><input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION</td> </tr> <tr> <td><input type="checkbox"/> REPERFORATE CURRENT FORMATION</td> <td><input type="checkbox"/> SIDETRACK TO REPAIR WELL</td> <td><input type="checkbox"/> TEMPORARY ABANDON</td> </tr> <tr> <td><input type="checkbox"/> TUBING REPAIR</td> <td><input type="checkbox"/> VENT OR FLARE</td> <td><input type="checkbox"/> WATER DISPOSAL</td> </tr> <tr> <td><input type="checkbox"/> WATER SHUTOFF</td> <td><input type="checkbox"/> SI TA STATUS EXTENSION</td> <td><input type="checkbox"/> APD EXTENSION</td> </tr> <tr> <td><input type="checkbox"/> WILDCAT WELL DETERMINATION</td> <td><input type="checkbox"/> OTHER</td> <td>OTHER: <input style="width: 100px;" type="text"/></td> </tr> </table>		<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> OPERATOR CHANGE	<input checked="" type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON	<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL	<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input type="checkbox"/> APD EXTENSION	<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER: <input style="width: 100px;" type="text"/>
<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR																														
<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME																														
<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE																														
<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION																														
<input type="checkbox"/> OPERATOR CHANGE	<input checked="" type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK																														
<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION																														
<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON																														
<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL																														
<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input type="checkbox"/> APD EXTENSION																														
<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER: <input style="width: 100px;" type="text"/>																														
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</b> Kerr-McGee Oil & Gas Onshore, LP respectfully requests to plug and abandon the NBU 1022-27A well. Please see the attached procedure for details. Thank you.																																
<b>Accepted by the</b> <b>Utah Division of</b> <b>Oil, Gas and Mining</b>  <b>Date:</b> _____ <b>By:</b> <u>Derek Quist</u> May 07, 2015																																
Please Review Attached Conditions of Approval																																
<b>NAME (PLEASE PRINT)</b> Jennifer Thomas		<b>PHONE NUMBER</b> 720 929-6808																														
<b>SIGNATURE</b> N/A		<b>TITLE</b> Regulatory Specialist  <b>DATE</b> 4/23/2015																														



**The Utah Division of Oil, Gas, and Mining**

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices**

**Sundry Conditions of Approval Well Number 43047500980000**

**A 100' plug should be placed @6600' to isolate the open perms in the Mesaverde formation as required by R649-3-24-3.2.**



**NBU 1022-27A**

**1058' FNL & 413' FEL**  
**NENE - Sec. 27 – T10S - R22E**  
**Uintah County, UT**

<b>KBE:</b>	5454'	<b>API NUMBER:</b>	43-047-50098
<b>GLE:</b>	5436'	<b>LEASE NUMBER:</b>	UTU-473
<b>TD:</b>	8450'	<b>WI:</b>	100.000000%
<b>PBTD:</b>	8394'	<b>NRI:</b>	83.490537%

**CASING:**

11" hole  
 8.625" 28# J-55 ST&C @ 1884'  
 Cemented with 170 sxs Class G HiFill (11 ppg/3.82 yield) & 200 sxs "G" (15.8 ppg/1.15 yield). . Circulated to surface. Cement to pit. Pumped 125 sxs of 4% 15.8 down 1". TOC @ surface.

7.875" hole  
 4.5" 11.6# I-80 BT&C @ 8438'. Cemented with 351 sxs "G" prem Lite lead (11.7 ppg/2.5 yield) and 1010 sxs 50-50 Pozmix tail (14.3 ppg/1.31 yield). No cement to surface. TOC @ ±500' per CBL

**TUBING:**

2.375" 4.7# J-55 tubing @ 7581'.

Tubular/Borehole	Drift inches	Collapse Psi	Burst Psi	Capacities		
				Gal./ft.	Cuft/ft.	Bbl./ft.
2.375" 4.7# J-55 tbg.	1.901	8100	7700	0.1624	0.02171	0.00387
4.5" 11.6# I-80 csg	3.875	6350	7780	0.6528	0.0872	0.01554
<b>Annular Capacities</b>						
2.375" tbg. X 4.5" 11.6# csg.				0.4227	0.0565	0.0101
4.5" csg. X 8.625" 28# csg.				1.7961	0.2401	0.0428
4.5" csg. X 7.875" hole				1.7052	0.2276	0.0406
8.625" csg. X 11" hole				1.9017	0.2542	0.0453

**PERFORATION DETAIL:**

<b>Formation</b>	<b>Date</b>	<b>Top</b>	<b>Bottom</b>	<b>SPF</b>	<b>STATUS</b>
Wasatch	8/20/2010	5250	5256	4	Open
Mesaverde	8/20/2010	6624	6625	4	Open
Mesaverde	8/20/2010	6639	6641	3	Open
Mesaverde	8/20/2010	6669	6670	4	Open
Mesaverde	8/20/2010	6910	6912	4	Open
Mesaverde	8/20/2010	7174	7178	4	Open
Mesaverde	8/20/2010	7358	7360	4	Open
Mesaverde	8/20/2010	7624	7627	4	Open
Mesaverde	8/20/2010	7714	7717	4	Open
Mesaverde	8/20/2010	8108	8110	3	Open
Mesaverde	8/20/2010	8125	8127	3	Open
Mesaverde	8/20/2010	8297	8300	4	Open

**GEOLOGIC INFORMATION:**

<b>Formation</b>	<b>Depth to top, ft.</b>
<b>Uinta</b>	<b>Surface</b>
<b>Green River</b>	<b>1026'</b>
<b>Bird's Nest</b>	<b>1306'</b>
<b>Mahogany</b>	<b>1651'</b>
<b>Base of Parachute</b>	<b>'</b>
<b>Wasatch</b>	<b>4011'</b>
<b>Mesaverde</b>	<b>6229'</b>

**SS- 144 Base of BMSW**  
**BMSW Depth ~3100' KBE**

## **WELL HISTORY**

### **Completion – Aug 2010**

- Frac'd Wasatch and MV. C/O to 8393'. PU 2.375" J-55 tubing and land at 7581'.

### **Gyro – 9/8/2010**

- Run a Gyro to 8397'

### **Workover – Sept 2011 (Replaced wellhead)**

- POOH with tbg. RIH with a CIBP & set @ 5200'.
- Cut casing @ 3' from surface. RIH and backed off casing pup joint (10'). RIH with new 10' casing pup jt and threaded into csg.
- Pressure tested casing to 3500 psi for 30 min (lost 20 psi).
- RIH and D.O. CIBP and C/O to 8394'.
- Landed 2 3/8" J-55 tubing at 7581'. RTP.

## PLUG & ABANDONMENT PROCEDURE

### GENERAL

- H<sub>2</sub>S MAY BE PRESENT. CHECK FOR H<sub>2</sub>S AND TAKE APPROPRIATE PRECAUTIONS.
- CEMENT QUANTITIES BELOW ASSUME NEAT CLASS G, YIELD 1.145 CUFT./SX. IF A DIFFERENT PRODUCT IS USED, WELLSITE PERSONNEL ARE RESPONSIBLE FOR CORRECTING QUANTITIES TO YIELD THE STATED SLURRY VOLUME. WHEN SQUEEZING, INCLUDE 10% EXCESS PER 1000' OF DEPTH.
- TREATED FRESH WATER WILL BE PLACED BETWEEN ALL PLUGS INSTEAD OF BRINE.
- ALL DISPLACEMENT FLUID SHALL CONTAIN CORROSION INHIBITOR AND BIOCID. PREMIX 5 GALLONS PER 100 BBLs FLUID.
- NOTIFY APPROPRIATE AGENCY 24 HOURS BEFORE MOVING ON LOCATION.

### PROCEDURE

**Note:** Approx. **137 sxs** Class "G" cement.

**Note:** A gyro survey was run on this well to 8397' on 9/8/2010.

NO GYRO IS NEEDED.

1. MIRU. KILL WELL AS NEEDED. ND WH, NU AND TEST BOPE.
1. POOH W/ TBG & LAY DOWN. RU WIRELINE AND MAKE A GAUGE RING RUN TO CHECK FOR FILL.
2. **PLUG #1, ISOLATE PERFORATIONS (5250'-8300') & TOP OF MESAVERDE (6229'):** TIH AND SET A CIBP @ 5205'. SET CIBP & PUH 10'. CIRCULATE ENTIRE HOLE W/ TREATED FRESH WATER. PRESSURE TEST CASING. SET A ±105' CEMENT BALANCED PLUG (**8 SXS, 9.2 CUFT, 1.6 BBLs**) ON TOP OF CIBP. **TOC @ ±5100'.**
3. **PLUG #2, PROTECT WASATCH TOP (4011'):** TOOH TO 4111'. SET A CEMENT BALANCED PLUG FROM **4111' - 3901'** (210' COVERAGE) WITH (**16 SXS / 18.3 CUFT / 3.3 BBL**).
4. **PLUG #3, PROTECT BMSW (~3100'):** SET A BALANCED CEMENT PLUG FROM **3200' - 2990'** (210' COVERAGE) WITH (**16 SXS / 18.3 CUFT / 3.3 BBL**).
5. **PLUG #4, PROTECT BASE OF PARACHUTE (~2498'):** SET A BALANCED CEMENT PLUG FROM **2598' - 2388'** (210' COVERAGE) WITH (**16 SXS / 18.3 CUFT / 3.3 BBL**).
6. **PLUG #5, SURFACE CASING PLUG (1884'):** SET A BALANCED CEMENT PLUG FROM **1884' - 1831'** (53' COVERAGE) WITH (**4 SXS / 4.6 CUFT / 1 BBL**).
7. **PLUG #6, PROTECT MAHOGANY (~1651'):** SET A BALANCED CEMENT PLUG FROM **1751' - 1541'** (210' COVERAGE) WITH (**16 SXS / 18.3 CUFT / 3.3 BBL**).
8. **PLUG #7, PROTECT TOP OF BIRD'S NEST (~1306'):** SET A BALANCED CEMENT PLUG FROM **1406' - 1196'** (210' COVERAGE) WITH (**16 SXS / 18.3 CUFT / 3.3 BBL**).
9. **PLUG #8 TOP OF GREEN RIVER (1026'):** SET A BALANCED CEMENT PLUG FROM **1126' - 916'** (210' COVERAGE) WITH (**16 SXS / 18.3 CUFT / 3.3 BBL**).
10. **PLUG #9, FILL SURFACE HOLE & ANNULUS:** POOH. PERF CASING @ 100' AND PUMP **29 SXS / 33.2 CUFT / 5.91 BBLs / OR SUFFICIENT VOLUME TO FILL 4 ½" CASING AND 4.5" X 8.625" ANNULUS F/ 100' TO SURFACE.**
11. CUT OFF WELLHEAD AND INSTALL MARKER PER REGULATIONS.

12. RDMO. TURN OVER TO OPERATIONS FOR SURFACE REHAB. SURFACE RECLAMATION TO BE PERFORMED IN ACCORDANCE TO REGULATIONS.

RBM 4/23/15



<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		<b>FORM 9</b>																														
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0473																														
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>																														
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES																														
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>8. WELL NAME and NUMBER:</b> NBU 1022-27A																														
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 1058 FNL 0413 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENE Section: 27 Township: 10.0S Range: 22.0E Meridian: S		<b>9. API NUMBER:</b> 43047500980000																														
<b>10. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES		<b>COUNTY:</b> UTAH																														
<b>11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</b>		<b>STATE:</b> UTAH																														
<b>TYPE OF SUBMISSION</b>  <input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:  <input checked="" type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: 6/30/2015  <input type="checkbox"/> SPUD REPORT Date of Spud:  <input type="checkbox"/> DRILLING REPORT Report Date:	<b>TYPE OF ACTION</b>  <table style="width: 100%; border: none;"> <tr> <td><input type="checkbox"/> ACIDIZE</td> <td><input type="checkbox"/> ALTER CASING</td> <td><input type="checkbox"/> CASING REPAIR</td> </tr> <tr> <td><input type="checkbox"/> CHANGE TO PREVIOUS PLANS</td> <td><input type="checkbox"/> CHANGE TUBING</td> <td><input type="checkbox"/> CHANGE WELL NAME</td> </tr> <tr> <td><input type="checkbox"/> CHANGE WELL STATUS</td> <td><input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS</td> <td><input type="checkbox"/> CONVERT WELL TYPE</td> </tr> <tr> <td><input type="checkbox"/> DEEPEN</td> <td><input type="checkbox"/> FRACTURE TREAT</td> <td><input type="checkbox"/> NEW CONSTRUCTION</td> </tr> <tr> <td><input type="checkbox"/> OPERATOR CHANGE</td> <td><input checked="" type="checkbox"/> PLUG AND ABANDON</td> <td><input type="checkbox"/> PLUG BACK</td> </tr> <tr> <td><input type="checkbox"/> PRODUCTION START OR RESUME</td> <td><input type="checkbox"/> RECLAMATION OF WELL SITE</td> <td><input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION</td> </tr> <tr> <td><input type="checkbox"/> REPERFORATE CURRENT FORMATION</td> <td><input type="checkbox"/> SIDETRACK TO REPAIR WELL</td> <td><input type="checkbox"/> TEMPORARY ABANDON</td> </tr> <tr> <td><input type="checkbox"/> TUBING REPAIR</td> <td><input type="checkbox"/> VENT OR FLARE</td> <td><input type="checkbox"/> WATER DISPOSAL</td> </tr> <tr> <td><input type="checkbox"/> WATER SHUTOFF</td> <td><input type="checkbox"/> SI TA STATUS EXTENSION</td> <td><input type="checkbox"/> APD EXTENSION</td> </tr> <tr> <td><input type="checkbox"/> WILDCAT WELL DETERMINATION</td> <td><input type="checkbox"/> OTHER</td> <td>OTHER: <input style="width: 100px;" type="text"/></td> </tr> </table>		<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> OPERATOR CHANGE	<input checked="" type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON	<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL	<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input type="checkbox"/> APD EXTENSION	<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER: <input style="width: 100px;" type="text"/>
<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR																														
<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME																														
<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE																														
<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION																														
<input type="checkbox"/> OPERATOR CHANGE	<input checked="" type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK																														
<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION																														
<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON																														
<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL																														
<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input type="checkbox"/> APD EXTENSION																														
<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER: <input style="width: 100px;" type="text"/>																														
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.</b> Kerr-McGee Oil & Gas Onshore, LP has plugged and abandoned the NBU 1022-27A well. Please see the attached operations summary report for details. Thank you.																																
Accepted by the Utah Division of Oil, Gas and Mining <b>FOR RECORD ONLY</b> July 08, 2015																																
<b>NAME (PLEASE PRINT)</b> Jennifer Thomas		<b>PHONE NUMBER</b> 720 929-6808																														
<b>SIGNATURE</b> N/A		<b>TITLE</b> Regulatory Specialist																														
<b>DATE</b> 7/6/2015																																

**US ROCKIES REGION**  
**Operation Summary Report**

Well: NBU 1022-27A				Spud Conductor: 5/19/2010				Spud date: 5/21/2010				
Project: UTAH-UINTAH				Site: NBU 1022-27A					Rig name no.: MILES 2/2			
Event: ABANDONMENT				Start date: 6/29/2015						End date: 6/30/2015		
Active datum: RKB @5,454.00usft (above Mean Sea Level)				UWI: NBU 1022-27A								
Date	Time Start-End		Duration (hr)	Phase	Code	Sub Code	P/U	MD from (usft)	Operation			
6/25/2015	7:00 - 11:00		4.00	ABANDP	35		P		Drove to loc. Rigged up, well had 2200 PSI on tubing and 1500 PSI on casing , while blowing down well, viper plunger came up in 20 minutes. Blew well to tank again to see if any other plungers come up or to blow down, well dropped to 60 PSI on tubing but started slugging water and jumped up to 500 PSI. Blew down casing while running in hole to keep tubing pressure from climbing to the point it would blow me out of the hole. RIH w/JDC to 6260', hit hard but continued to drop to 6280', could not go any further (might have hit a stuck plunger), POOH. Rigged down, traveled to yard. Was in contact with John Young and Mike Merrill during slickline operation.			
6/29/2015	7:00	- 7:15	0.25	ABANDP	48		P		HSM, SLIPS, TRIPS & FALLS, SCAN TBG, W/L			
	7:15	- 9:30	2.25	ABANDP	30	A	P		MIRU, SPOT EQUIP, CONTROL WELL W/ 20 BBLS DOWN TBG & CSG, ND WH, NU BOP & TEST TO 3,000 PSI,			
	9:30	- 13:30	4.00	ABANDP	45	A	P		MIRU SCAN TECH, POOH SCANNED 240 JTS TBG, 104 JTS YELLOW, 62 JTS YELLOW ((NO DRIFT)), 74 JTS RED, MED INTERNAL SCALE JTS 105 - 240, MED EXTERNAL SCALE JTS 167 - 206, HEAVY EXTERNAL SCALE JTS 207 - 240, JTS 105 - 166 NO DRIFT, RDMO SCAN TECH			
	13:30	- 15:30	2.00	ABANDP	34	I	P		MIRU CASED HOLE, PU & RIH W/ 3.62" G/R TITE @ TOP PERF @ 5250' WORKED THRU RIH TO 5710' GOT STUCK PULLED OUT OF ROPE SOCKET, DICUSSED W/ ENGINEER & BLM REP. DECIDED TO LEAVE G/R, 5' WEIGHT BAR, COLLAR LOCATOR & CABLE HEAD IN HOLE, RIH & SET CIBP @ 5205', POOH RDMO			
	15:30	- 17:30	2.00	ABANDP	31	I	P		WITNESSED BY BLM REP. STONEY ANDERTON TALLY & RIH W/ 165 JTS TBG EOT @ 5200', RU & ROLL HOLE W/ 80 BBLS TMAC, SWI SDFN, READY TO PUMP CMT PLUGS IN AM			
6/30/2015	7:00	- 7:15	0.25	ABANDP	48		P		HSM, SLIPS, TRIPS & FALLS, CMT, L/D TBG			

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 1022-27A		Spud Conductor: 5/19/2010		Spud date: 5/21/2010	
Project: UTAH-UINTAH		Site: NBU 1022-27A			Rig name no.: MILES 2/2
Event: ABANDONMENT		Start date: 6/29/2015		End date: 6/30/2015	
Active datum: RKB @5,454.00usft (above Mean Sea Level)			UWI: NBU 1022-27A		

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD from (usft)	Operation
	7:15 - 17:00	9.75	ABANDP	51	D	P		BRK CIRC, P/T 4 1/2" CSG TO 500 PSI FOR 5 MIN, GOOD
								MIRU PROPETRO, PRIME & P/T LINES, PLUG # 1) PUMP 2.6 BBLS FRESH, 2 BBLS 15.8# CMT 10 SX, DISP W/ 1 BBL FRESH, 18.5 BBLS TREATED WTR, COVERAGE 5067' TO 5200', L/D 34 JTS EOT @ 4129'.
								PLUG # 2) PUMP 2.6 BBLS FRESH, 4.1 BBLS 15.8# CMT 20 SX, DISP W/ 1 BBL FRESH, 13.8 BBLS TREATED WTR, COVERAGE 3864' TO 4129', L/D 29 JTS EOT @ 3215'.
								PLUG # 3) PUMP 2.6 BBLS FRESH, 4.1 BBLS 15.8# CMT 20 SX, DISP W/ 1 BBL FRESH, 10.3 BBLS TREATED WTR, COVERAGE 2950' TO 3215', L/D 17 JTS EOT @ 2617'.
								PLUG # 4) PUMP 2.6 BBLS FRESH, 4.1 BBLS 15.8# CMT 20 SX, DISP W/ 1 BBL FRESH, 7.9 BBLS TREATED WTR, COVERAGE 2352' TO 2617', L/D 21 JTS EOT @ 1956'.
								PLUG # 5) PUMP 2.6 BBLS FRESH, 7.2 BBLS 15.8# CMT 35 SX, DISP W/ 1 BBL FRESH, 4.5 BBLS TREATED WTR, COVERAGE 1493' TO 1956', L/D 17 JTS EOT @ 1421'.
								PLUG # 6) PUMP 2.6 BBLS FRESH, 8.2 BBLS 15.8# CMT 40 SX, DISP W/ 1 BBL FRESH, 2.2 BBLS TREATED WTR, COVERAGE 892' TO 1421', L/D 17 JTS, FLUSH TBG & CSG, L/D ALL TBG.
								RU CASED HOLE, RIH W/ PERF GUN & PERF 4 1/2" CSG @ 100' W/ 4SPF, POOH, RDMO
								BRK CIRC UP ANN BETWEEN 8 5/8" & 4 1/2" CSG, 2 BBLS
								PLUG # 7) PUMP 12.2 BBLS 15.8# W 4% CAL 60 SX CMT TO SURFACE,
								RD RIG, DIG UP WH & CUT OFF, CMT @ SURFACE, WELD ON MARKER PLATE 3' BELOW SURFACE. ROAD RIG TO NBU 1022-3G3T
								WITNESSED BY BLM REP: STONEY ANDERTON